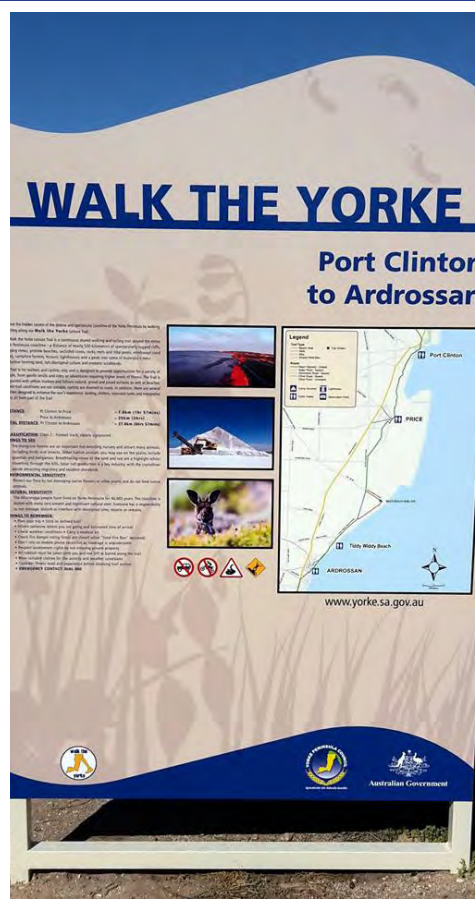


Yorke Peninsula Council



2015/16 Annual Report



ISSN 1839-6104

Council Contact Details

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MAITLAND 5573

Minlaton Office
18 Main Street
MINLATON

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WAROOKA

Yorke town Office
15 Edithburgh Road
YORKE TOWN

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Phone: (08) 8832 0000

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Opening Hours - Maitland, Minlaton and Yorketown
8.30am - 5.00pm
Monday to Friday

Opening Hours - Warooka
8.30am - 5.00pm
Tuesday and Thursday

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It is with pleasure that I present the 2015/16 Annual Report.

As Mayor, I have continued to represent our Council at Regional, State and Federal Government Levels. During this year Council has continued to foster stronger relationships with various groups including:

- Progress Associations and other Community Groups within our local communities
- Yorke Peninsula Councils Alliance (Wakefield Regional, Copper Coast, Barunga West, Yorke Peninsula)
- South Australian Regional Organisation of Councils. (SAROC)
- Local Government Association of South Australia (LGA)
- Central Local Government Region
- Other Local Government Agencies
- State Government Ministers and their Departments
- Our Federal and State Government Representatives

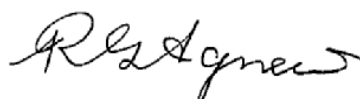
It was with much delight that Council officially opened the new Principal Council Office in Maitland with His Excellency the Honourable Hieu Van Le, Governor of South Australia on 29 September 2015. The opening included Council staff, numerous community members and Mayors and CEOs from our neighbouring Councils. The following day, the Governor and I along with Dave Burgess the President of the Local Government Association attended the Yorke Peninsula Field Days Official Opening.

In April 2016 the Yorke Peninsula Council had our first involvement in the Premier's delegation to Shandong, China. Tourism and export opportunities were investigated and the trip provided a deeper understanding of potential trade and investment opportunities for our local community. Our key aim for the mission was to promote the YP brand, particularly highlighting our important contribution to SA's export economy and tourism industry.

Throughout 2015/16 we continued to work closely with the State Government on matters affecting local Yorke Peninsula communities and Council will maintain this focus into the future.

On a personal note, as Mayor I have been delighted to conduct a number of Citizenship Ceremonies throughout the year welcoming many new citizens to our region. A highlight was hosting the Australia Day Celebrations and Award presentations at the Minlaton Town Hall.

I commend the 2015/16 Annual Report to you.



Ray Agnew OAM JP
MAYOR



2015/16 was yet another busy year for the Yorke Peninsula Council.

The financial year started with staff relocating back into the newly renovated and expanded Principal Council Office in Maitland. The relocation went well with minimal disruption to services. I personally thank all staff involved in the move, particularly those who worked over the weekends to ensure the smooth transition.

The Yorke Peninsula has benefited this year with more than double Roads to Recovery funding and additional Special Local Roads grant funding. This funding injection enabled Council to accelerate the Clinton Road project. Clinton Road was originally planned as a five year project, however with the additional funding this key project will now be completed by the end of 2016/17. Council's northern work gang has been solely dedicated to the Clinton Road project. This unfortunately meant that several other roads which were planned for 2015/16 have been deferred. More details about this can be found on pages 73-75.

In addition to the Clinton Road project, major works were undertaken on the North Coast and Corny Point Roads. Both of these projects were contracted via open tender processes.

The community was consulted throughout the year on many Council projects, in particular the development of Council's 2016-2020 Strategic Management Plan. The community was given multiple opportunities to provide feedback on the new Plan and the community's input helped to shape our priorities for the future. Further information on the development of the new Plan is also contained within this report.

Throughout 2015/16 I have held the position of President of the Local Government Professionals SA. This group is a not-for-profit member based association representing professionals working in local government in South Australia. The purpose of this group is to create the environment and development opportunities that guarantee that members thrive as professionals and to promote excellence in local government management.



As a result of establishing great relationships across the sector and government, Yorke Peninsula will see more positive outcomes for the communities in our region.

Together with the Mayor, I have also represented Council on the Central Local Government Region Group. Together with our neighbouring Councils we work together to facilitate and co-ordinate activities at a regional level related to community and economic development and advance matters of a common interest. For example, one of the priorities for 2015/16 is exploring opportunities for joint procurement on major items such as road infrastructure.

I am proud of what we have accomplished over the year and my thanks go to all staff and volunteers for their ongoing support and dedication.

I would also like to thank the Mayor and Councillors for their continuing support to our community.

Andrew Cameron
CHIEF EXECUTIVE OFFICER



Fast Facts

The following numbers provide a snapshot of the Yorke Peninsula Council area for 2015/16.

11,018

current population per the ABS Regional Population Growth Data issued 30/03/2016

\$29.82 million

Council's total expenditure for 2015/16

4,200,119

total website hits in 2015/16

1:1.9

current population density

\$27.55 million

Council's total income for 2015/16

4,127

active library members

5,899.6 km²

total area serviced by Council

\$5.09 million

spent on capital renewal/replacement of assets

88,089

total library items loaned in 2015/16 (excluding school library loans)

485 km

total length of our spectacular coastline

\$4.65 million

spent on new/upgraded assets

4 + 8

the number of libraries and depot libraries

12

Elected Members including the Mayor

\$294.5 million

total value of community assets (land, buildings, roads, CWMS etc.) owned by Council

3,890 km

total length of our road network (largest of any South Australian council)

3

is the number of wards

\$26.3 million

value of development applications granted in 2015/16

25.4 km

total length of constructed footpaths

8,890

number of electors currently enrolled

539

development applications granted in 2015/16

217 km

total length of kerbs and channels

13,804

current number of rateable properties in the Council area

Gum Flat, Minlaton



July 2015

Council's new PO020 Social Media Policy and the Terms of Use were endorsed. Council went live with Facebook and Twitter.

Arthurton War Memorial Sports Club Inc. Bowling Club was approved for a Community Loan for the amount of \$140,000 for a period of ten years.

\$2,000 sponsorship was awarded to the 2015 Ladies Prestige Medley jointly hosted by the Ardrossan Bowling Club.

Council staff moved into the newly renovated and expanded Council Principal Office in Maitland.

August 2015

Council agreed to take full ownership of the Captain Harry Butler statue and be responsible for its ongoing safety, maintenance and insurance.

Five year leases (with one x five year right of renewal) were granted to the Royal Volunteer Coastal Patrol SA Inc at allotment 91, 68 Esplanade Point Turton for the purpose of building a storage shed and the SYP Community Shop at 21 Edithburgh Road Yorketown for the purpose of relocating the Community Op Shop.

\$5,000 was approved to promote tourism by hosting the filming of the Merv Hughes Fishing Series at Marion Bay.

Three Scenic Tourism Photography Frames were approved for the Point Turton Foreshore, Port Vincent Foreshore and Marion Bay.

Following Port Julia being awarded the South Australian Clean Beaches award in October 2014, a small group attended Darwin for the national awards. Port Julia was announced as the national winner of the Community Action and Wellbeing Award.

September 2015

Council awarded a total of \$154,160 to 39 community groups as part of the Annual Community Grant Program.

Council granted a five year lease (with three x five year rights of renewal) over a portion of road reserve for the proposed development of a hotel decking area for the Port Victoria Hotel Motel.

The new Maitland Council office was officially opened by the Governor, His Excellency the Honourable Hieu Van Le AC.

Annual allocations provided to 33 Progress Associations in the Council region totalling \$49,500.

October 2015

Council awarded a community grant to the value of \$4,500 to the Maitland and District Progress Association.

\$750 was provided to the James Well and Rogues Point Progress Association to subsidise the cost of purchasing a defibrillator.

Mayor Ray Agnew attended and spoke on behalf of Council at the Harry Butler Memorial Statue unveiling in Minlaton.

Celebration of Employment Awards, celebrating trainees, apprentices, School Based trainees, employees and employers across the region was held at Wallaroo. A Council clerical officer who was undertaking a traineeship in addition to her Clerical Officer role whilst working towards completing a Certificate IV in Local Government (Regulatory Services) was awarded Runner-up Trainee for 2014-2015.

Separately, Council was awarded the Local Government Association Risk Management Incentive Award for its work in relation to the beached sperm whales at Parara Beach. The award included a financial incentive of \$10,000 which was allocated towards a memorial for the whales.

November 2015

Mayor Ray Agnew conducted a Citizenship Ceremony at a private home in Maitland and another in the Maitland Council Office.

Elected Members attended various Remembrance Ceremonies across the Peninsula.

Mayor Ray Agnew, Crs Bittner and Hoyle and Council's CEO represented Council at the Unley Town Hall to a Chinese Business Migration Exploratory delegation.

December 2015

One year after the traumatic event of seven beached sperm whales, the Parara Beach Whale Memorial was officially opened.

Approximately 400 community members attended the official opening of the Walk the Yorke Leisure Trail at the Port Vincent Golf Club. Many attendees walked along the trail from the Port Vincent Wharf and arrived at the Golf Club for the start of the official opening by our local federal MP, Rowan Ramsey.

January 2016

A very busy Australia Day for Mayor Ray Agnew, a number of Elected Members and staff, commencing with breakfast celebrations at Stansbury, then travelling to Port Victoria for the flag raising ceremony, and in the afternoon presiding over the Yorke Peninsula Council Citizen of the Year Awards.

February 2016

A contribution of \$1,000 was awarded to the Corny Point Progress Association to subsidise their operating costs. \$881.59 was awarded to the Pine Point Progress Association and \$1,000 was awarded to the Minlaton and District Progress Association. These amounts were allocated by the "hardship" provisions of Council's Annual Allocation to Progress Associations policy.

March 2016

Supported by Council together with major sponsor, the Ardrossan Progress Association, the 2016 biennial YP Art Exhibition was held in Ardrossan over the Easter weekend.

April 2016

Stansbury Bowling Club Inc was approved for a Community Loan for the amount of \$180,000 for a period of ten years for the installation of artificial greens.

The Warooka Bowling Club Inc was also approved for a Community Loan for the amount of \$100,000 for a period of ten years also for the installation of artificial greens.

In addition to providing financial support, Council attended a number of ANZAC Day services across the Peninsula where attending Elected Members laid wreaths on behalf of Council.

Mayor Ray Agnew, Crs Bittner and Hoyle and Council's CEO represented Council at the Premier's Outbound Mission to Shandong, China (further information on page 18).

May 2016

Council lodged a formal submission to the Surveyor-General for consideration to have the area identified as Parsons Beach, currently gazetted as part of Minlaton, officially gazetted as its own locality of Parsons Beach.

Council advised PIRSA that following public consultation with the community, Council does not support any changes to the current restrictions in place for hauling and gill nets by licensed persons near Wills Creek, Price.

Council wrote to the Flinders Mid North Yorke Peninsula Bushfire Management Committee (FMNYPBMC) recommending that the Fire Danger Season for the Yorke Peninsula Fire Ban District be bought forward to commence on 1st November and conclude on 15th April each year.

Mayor Ray Agnew hosted celebrations for National Volunteers Week.

June 2016

After a long and staged period of community consultation, Council adopted its new 2016-2020 Strategic Management Plan.

Council endorsed and adopted its PO027 Business Continuity Policy and Business Continuity Plan 2016.

A 2.5km walking trail proposed by the Maitland Lions Club was endorsed by Council for construction around Maitland incorporating the parklands adjacent to the Golf Course with Council providing some of the construction material.

Council supported and endorsed Road Manager Consent to the Department of Planning, Transport and Infrastructure in implementing Option 1 of the "Night Travel for Oversize / Over mass Agricultural Vehicles" Discussion Paper, which will provide a night travel exemption for all agricultural machines and / or agricultural combinations to operate at the dimensions defined for Zone 3 and Zone 4 in the "Code of Practice for Oversize or Overmass Agricultural Vehicles".

The following section presents a snapshot of Council's financial performance for 2015/16 including comparisons to previous years. The full audited financial statements are provided as Part 2 of this report.

Operating Income

Council income is derived from various sources including rates, fees and charges, interest and investment revenue and other sources such as grants and contributions. A breakdown of Council's 2015/16 income is shown below.

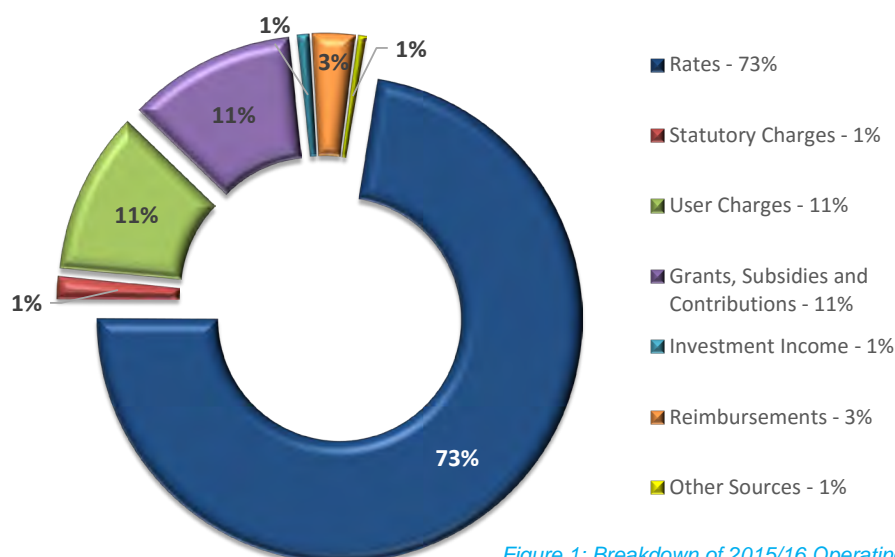


Figure 1: Breakdown of 2015/16 Operating Income

Operating income received during 2015/16 was \$27.5 million. Total income decreased by less than 1% (\$183k) compared to the 2014/15 operating income. This is mainly due to Grant Commission Financial Assistance Grants for 2015/16 paid in advance in late 2014/15 and recognised in that year. These advance payments were recovered by the Federal Government in 2015/16. Income for YP Community Transport (see 'Other Income') was no longer received by Council due to the privatisation of this service.

User charges increased by 3.3% (\$95k) due to an increase in caravan parks commercial revenue. Council's investment income increased by 15.8% (\$29k) due to improved cash flow management ensuring excess funds earned the highest available interest income.

Total Income (\$'000)	2015/16	2014/15	2013/14	2012/13	2011/12	2010/11
Rates	19,998	19,110	17,940	16,430	15,326	14,416
Statutory Charges	391	367	407	379	442	527
User Charges	2,961	2,866	2,787	2,861	2,674	3,889
Grants, Subsidies and Contributions*	3,070	4,227	2,705	3,397	4,132	3,166
Investment Income	213	184	166	251	292	300
Reimbursements	780	610	660	570	651	889
Other Income	143	375	296	212	393	359
TOTAL	27,556	27,739	24,961	24,100	23,910	23,546

*Roads to Recovery Income was reclassified in 2015/16 from capital to operational income

Table 1: Yearly Comparison of Operating Income



Operating Expenses

Operating expenses consist of employee costs, materials, contracts and other expenses and depreciation and other expenses. A breakdown of Council's 2015/16 expenses is shown below.

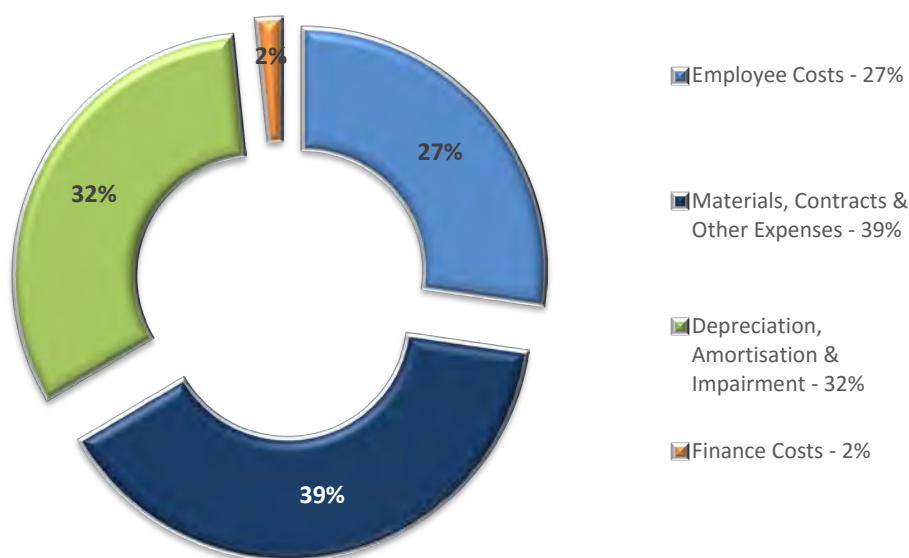


Figure 2: Breakdown of 2015/16 Operating Expenses

Operating expenses were \$29.8 million in 2015/16, which was a 2.3% (\$665k) increase over the previous year. Employee costs were 1.6% (\$130k) higher than the previous year which reflects the predicted Enterprise Bargaining Agreement and increments increases.

Materials, contracts and other was 7.1% (\$898k) less than the previous year due to the reduced use of contractors (\$112k), the reduced costs of operating plant and machinery and lower waste management contract costs due to lower fuel prices (\$622k) and less reliance on professional services, including no payments to YP Community Transport (\$145k) which was privatised in June 2015.

Depreciation and amortisation and impairment increased by 15.2% (\$1.25m) principally due to a change in Accounting Standards in regards to residual values for road infrastructure.

Total Expenses (\$'000)	2015/16	2014/15	2013/14	2012/13	2011/12	2010/11
Employee Costs	8,136	8,006	7,422	7,140	6,502	6,180
Materials, Contracts & Other Expenses	11,701	12,599	12,279	11,152	11,008	12,531
Depreciation, Amortisation & Impairment	9,513	8,256	8,438	8,827	9,333	8,751
Finance Costs	476	300	240	303	369	443
TOTAL	29,826	29,161	28,379	27,422	27,212	27,905

Table 2: Yearly Comparison of Operating Expenses



Ardrossan Jetty

Actual Performance against Original Budget

Council's budget is reviewed monthly and formally updated each quarter to ensure targets are being met and cash flow is maintained. The analysis below is based on the original adopted 2015/16 budget.

The following table identifies that as at 30 June 2016 Council made significant improvements to the overall bottom line.

Operating Income (\$'000)	2015/16 Actual	2015/16 Budget	Variance	% Variance
Rates	19,998	20,084	-86	-0.4%
Statutory Charges	391	387	4	1.0%
User Charges	2,961	2,969	-8	-0.3%
Grants, Subsidies and Contributions	3,070	2,626	444	16.9%
Investment Income	213	205	8	3.9%
Reimbursements	780	353	427	121.0%
Other Income	143	66	77	116.7%
TOTAL	27,556	26,690	866	3.2%
Operating Expense (\$'000)				
Employee Costs	8,006	7,924	82	1.0%
Materials, Contracts & Other Expenses	12,599	12,399	200	1.6%
Depreciation, Amortisation & Impairment	8,256	8,700	-444	-5.1%
Finance Costs	300	427	-127	-29.7%
TOTAL	29,161	29,450	-289	-1.0%
NET OPERATING RESULT	-1,605	-2,760	-1,155	-41.8%

Table 3: Actual vs. Budgeted



Canola on the Peninsula

Key Financial Ratios

Council has adopted a set of key financial ratios in line with the targets set in the Yorke Peninsula's Long Term Financial Plan and Annual Business Plan.

These financial ratios have been calculated in accordance with *Information Paper 9 – Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.

Indicator	2015/16	2014/15	2013/14	2012/13	2011/12	2010/11
Operating Surplus Ratio	-8%	-9%	-20%	-21%	-23%	-32%

This ratio identifies the percentage that the major controllable revenue source varies from operating expenses. A positive ratio indicates the total rates (net of NRM levy) available to help fund proposed capital expenditure. A negative (-) ratio indicates the percentage increase in total rates that would be required to achieve a break-even operating result.

Adjusted Operating Surplus Ratio	-4%	-16%	-20%	-21%	-27%	-32%
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Similar to the operating surplus ratio, however, in recent years the Federal Government has made advance payments prior to 30 June from future year allocations of financial assistance grants. This ratio adjusts for the resulting distortion in the disclosed operating result for each year.

Net Financial Liabilities Ratio	12%	11%	9%	6%	7%	7%
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The net financial liabilities ratio is a measure of the significance of the net amount owed by a Council at the end of a financial year compared with its operating revenue for the year. An increase in the net financial liabilities ratio usually indicates that a Council has increased debt funding but may sometimes mean a Council is incurring higher operating expenses (e.g. as a result of additional maintenance or depreciation costs associated with acquiring new assets).

Asset Sustainability Ratio	49%	53%	49%	40%	27%	20%
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This ratio indicates the extent to which existing non-financial assets are being renewed and replaced compared with depreciation provisions included in operating expenses. This ratio excludes capital expenditure on the acquisition of new/ additional assets.

Table 4: Key Financial Ratios

Introduction

Overview

Our Council

Our Organisation

Our Performance

Financials

Subsidiaries

Our Council



Browns Beach by National Parks SA

Elected Members

Council is made up of 12 Elected Members, one of whom is the Mayor, and all are elected by eligible voters. In accordance with the *Local Government (Elections) Act 1999*, elections are held every four years, with the last election held in November 2014.

The next Council election will be held in November 2018.

The elected Mayor as at 30 June 2016 was:

Mayor Ray Agnew OAM JP

Address: PO Box 57
Maitland SA 5573

E-mail: mayor@yorke.sa.gov.au

Telephone: 0419 847 292



Wheat field - Ardrossan Road near Cunningham

Introduction

Overview

Our Council

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Financials

Subsidiaries

The elected members as at 30 June 2016 were as follows:

Kalkabury Ward

Cr. Trevor Davey, Cr. Alan Headon, Cr. David Langford and Cr. Tania Stock



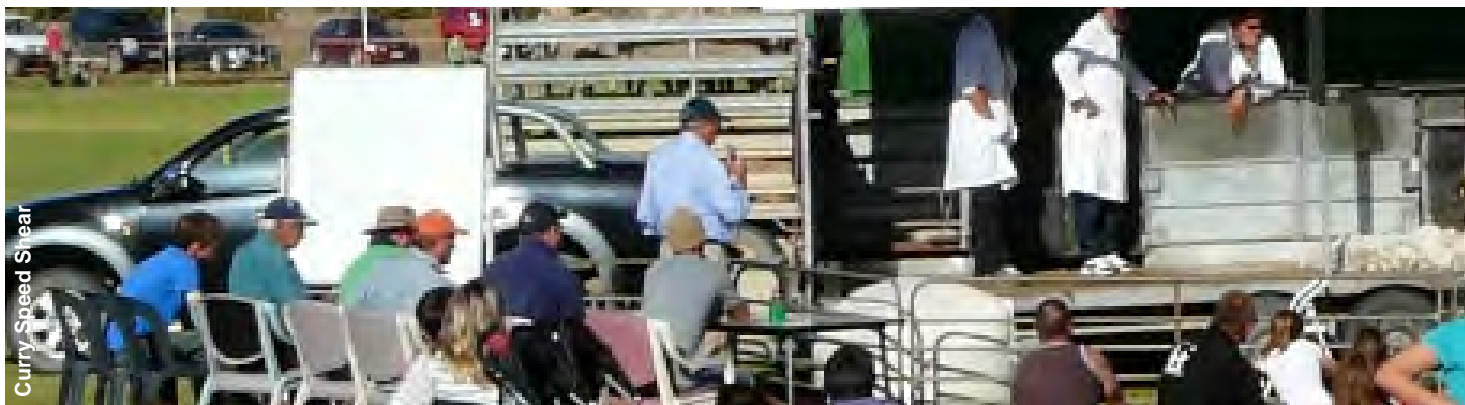
Gum Flat Ward

Cr. Naomi Bittner, Cr. Jeff Cook and Cr. Scott Hoyle



Innes/Pentonvale Ward

Cr. Darren Braund, Cr. Veronica Brundell, Cr. Adam Meyer and Cr. John Rich





Kalkabury Ward

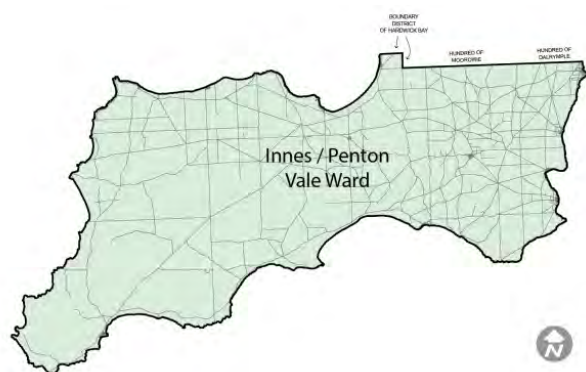
Southern boundaries of the Hundreds of Kilkerran, Maitland and Cunningham.



Gum Flat Ward

Northern boundaries of the Hundreds of Wauralte and Mulloowurtie.

Southern boundaries of the Hundreds of Ramsey and Minlacowie, continuing around the northern boundary of the district of Hardwicke Bay.



Innes/Pentonvale Ward

Northern boundary of Hardwicke Bay, continuing along the northern boundaries of the Hundreds of Moorowie and Dalrymple.



The Local Government Act 1999 requires councils, within 2 years of a general election, to have a plan in place that:-

- Identifies the council's objectives for a period of at least 4 years;
- Identifies the principal activities that the council intends to undertake to achieve its objectives; and
- States the measures (financial and non-financial) that will be used to monitor and assess the performance of council in achieving its objectives.

The new Yorke Peninsula 2016-2020 Strategic Management Plan (the Plan), adopted in June 2016, was the result of extensive engagement with the community, drawing out the priorities and aspirations that will deliver a prosperous future for current and future generations.

The development of the Plan was staged to allow the community to be involved in every step of the process as illustrated on the next page.

As a result of our engagement with the community, our vision for the Yorke Peninsula is:

*We will foster opportunities to support and enhance Yorke Peninsula
which is valued for its natural beauty, rich agriculture, spectacular coastline
and unique blend of seaside and rural lifestyles.*

The vision for the Yorke Peninsula will be met through the achievement of five key strategic goals. These goals are underpinned by a series of outcomes and strategies that describe the community's priorities and how the Yorke Peninsula Council will implement the Plan. It is these goals, outcomes and strategies that will influence the way in which Council operates and structures itself over the coming years.

Council would like to express its gratitude to everyone who took the time to be involved. All submissions received were carefully considered, and where appropriate, informed the development of this Plan.



Willyama by Robyn Glasohm

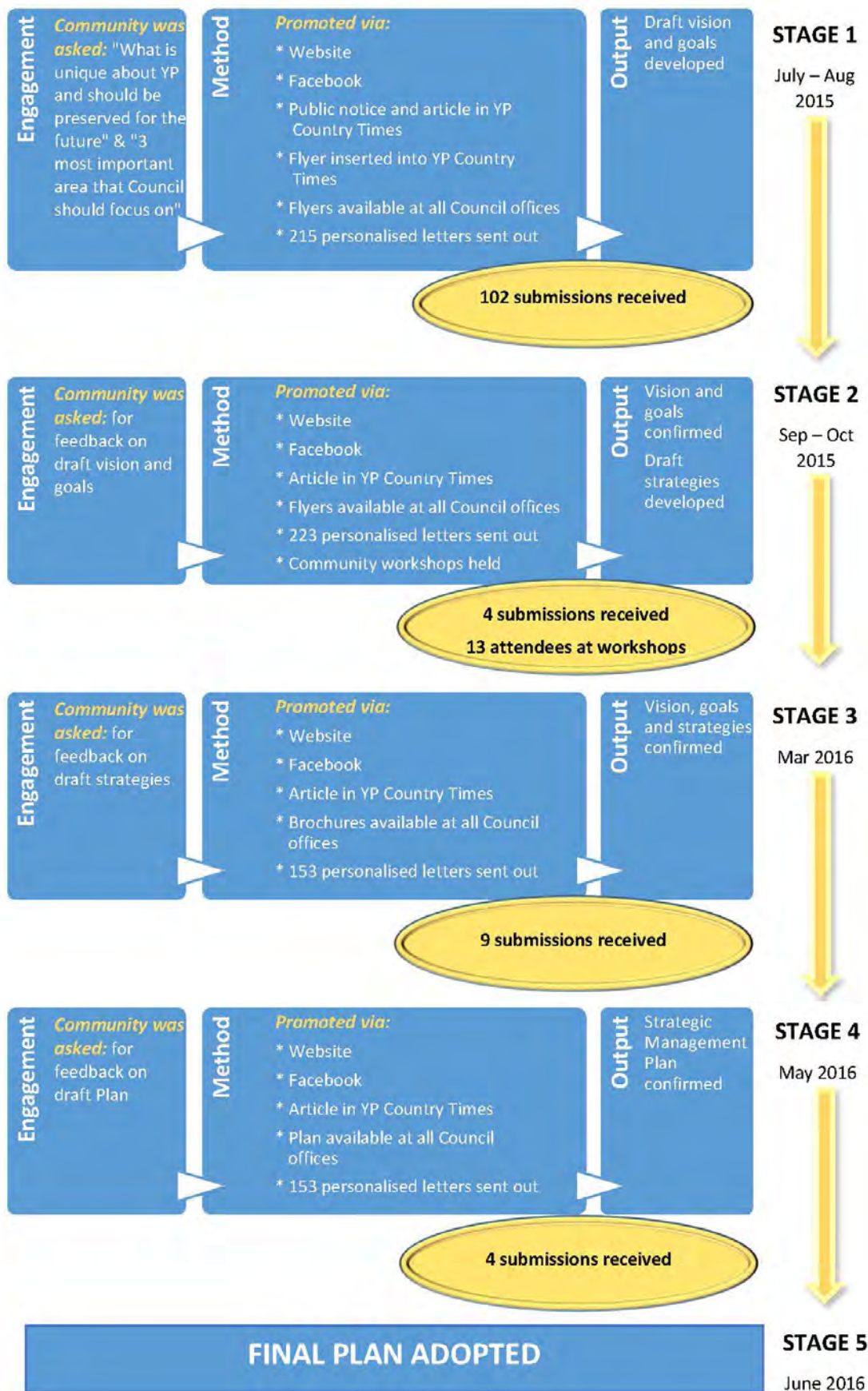


Figure 3: Strategic Management Plan Engagement



Together with nearly 300 delegates from South Australia, Mayor Ray Agnew, Councillors Bittner and Hoyle and CEO Andrew Cameron travelled to Shandong accompanied by Premier Weatherill, Minister Brock MP, Minister Bignell MP, Minister Hamilton-Smith MP and other State and Local Government officials, diplomats, business and tourism leaders. Of the 300 delegates, 56 represented Local Government with 114 businesses also represented. Steve Bowley from Pacific Estate Oysters accompanied the Yorke Peninsula Council delegation to investigate opportunities that may lay ahead for future key partnership relationships.

This trip to China was an excellent opportunity to gain an understanding of the trade and investment environment and what opportunities may be available for the Council and local businesses in the future.

This was our region's first involvement in this programme, while the state government was celebrating its 30 year anniversary of South Australia's Sister State relationship with Shandong. Council saw this as a great opportunity to initiate contacts and explore the possibilities of promoting tourism and produce from our region. Future involvement in this project would be the catalyst for even stronger and more expansive direct contact with the fastest growing world market that is largely untouched by our region.

The itinerary for the Mission was intensive visiting five cities in five days, with delegate receptions and briefings, informal and formal meetings, Ministerial briefings and signing of MOU's. Most of the cities also held concurrent Business Fairs to enable the South Australian delegates to showcase their businesses and their world class products which the Chinese market finds so desirable.

Strengthening connections with other Councils was equally important, especially the opportunity to explore a future partnership relationship with Adelaide City Council (ACC) in relation to the Qingdao Beer Festival. After meeting with Lord Mayor Haese and Adelaide City Council Councillors, the YPC delegation was invited to attend a meeting with Minister Brock, Cr Slama (ACC) and other board members of the Royal Adelaide Club (RAC). Based on initial comments made by Yorke Peninsula Council, the ACC and RAC modified plans for their showcase at the Qingdao International Festival to include regional Councils and businesses' participation to generate opportunities with Shandong, Chinese and global businesses via this platform. This may provide a unique opportunity for Yorke Peninsula to engage directly with Shandong and promote Yorke Peninsula barley and other regional produce.

Shandong has the third strongest economy in China and the Mission reached a potential audience of 1,000 Chinese businesses and investors. Qingdao is Adelaide's sister-city and their annual International Festival attracts over 5 million visitors from China and globally.

Tourism opportunities were also explored on the mission. We know visitors to regional areas are looking for an experience and it was strongly suggested that we encourage local operators to consider targeting the Chinese tourism market, to foster and enhance our local economy and support increased visitor tourism to Yorke Peninsula. Chinese visitor numbers to SA increased by 33% last year alone and are expected to rise with the introduction of direct flights from Adelaide to mainland China later this year.

One of the YPC delegation's key aims for the mission was to promote the YP brand, particularly highlighting our important contribution to SA's export economy and tourism industry.

The elected body are the decision makers. Ordinary meetings are usually held on the second Wednesday of every month at 5.30pm. The meetings are held at the Council Chamber, 57 Main Street, Minlaton and are open to the public.

During 2015/16, the Elected Members held thirteen Council Meetings (12 Ordinary and one Special) and made a total of 288 decisions. A yearly comparison is provided below.

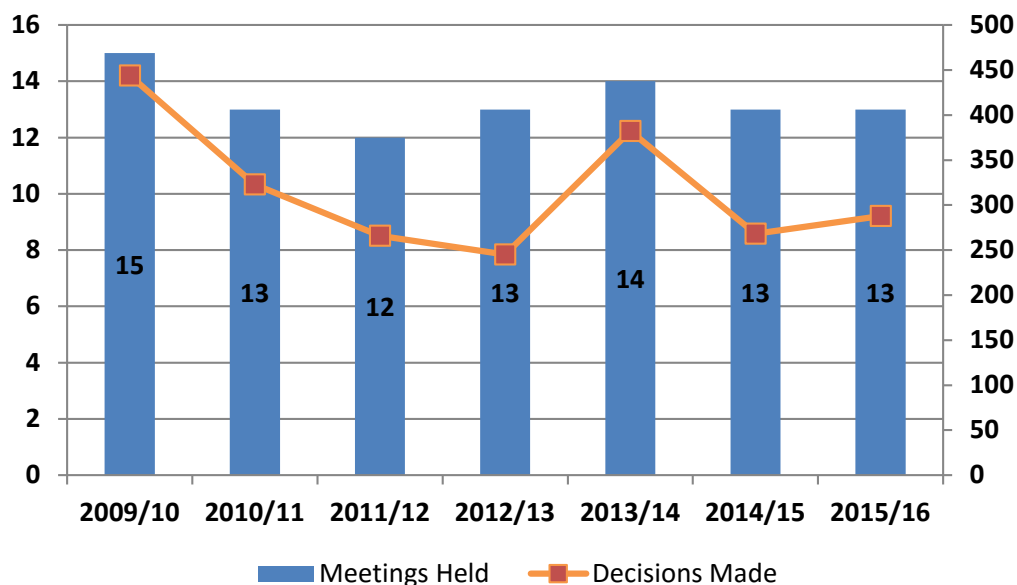


Figure 4: Council Meetings Held and Decisions Made

Record of Attendance

Elected Members	Ordinary Meetings
Mayor, Ray Agnew OAM	11
Deputy Mayor Trevor Davey	12
Cr. Naomi Bittner	13
Cr. Darren Braund	9
Cr. Veronica Brundell	12
Cr. Jeff Cook	11
Cr. Alan Headon	13
Cr. Scott Hoyle	13
Cr. David Langford	8
Cr. Adam Meyer	11
Cr. Tania Stock	10
Cr. John Rich	10

Table 5: 2015/16 Meeting Attendance - Ordinary Meetings



Elected Members also attend an informal monthly workshop with senior staff, generally on the fourth Wednesday of each month at 5.30pm. These workshops are also open to the public and provide an opportunity for Elected Members to receive and clarify information. No decisions are made in these informal workshops.

Principal Committees have been formed to meet statutory obligations. Principal committee meetings are scheduled in line with their Terms of Reference. The principal committees are:

- Development Assessment Panel
- Audit Committee
- Yorke Peninsula Building Fire Safety Committee (Section 71 (19) Development Act)

Minutes of the principal committee meetings are made publicly available via Council's website as soon as practicable following the meeting.

Audit Committee

The Audit Committee is established under Section 41 of the Local Government Act 1999 and Local Government (Financial Management) Variation Regulations 2006, to meet the purposes of Section 126 of the *Local Government Act 1999*.

The Committee is appointed by Council and consists of three Elected Members of Council and two independent members. The members of the Audit Committee during the year were:-

- Mr Peter Brass (Chair)
- Mr David Hurley
- Councillor John Rich
- Councillor Scott Hoyle
- Councillor Tania Stock

Yorke Peninsula Council maintains an Internal Audit function which reports to the Audit Committee. The key role of Internal Audit is to enhance business performance by recommending improvements in process effectiveness, efficiency and economy.

The Audit Committee's focus for the next 12 – 24 months is firmly in the areas of internal audit, internal controls, asset management and risk management. This is in addition to the normal governance and financial responsibilities of the Audit Committee.

The Audit Committee met six times throughout the year.





Special Purpose Working Parties

A number of Special Purpose Working Parties have been established to assist Council with engagement, research and co-ordination of a specific function of Council. These Working Parties comprise Elected Members, staff and the public, whose principal aim is to investigate and/or advise Council on particular issues or manage specified property. Currently the Working Parties are:

- Access Advisory Working Party
- Art Exhibition Working Party
- Grants Working Party
- Edithburgh Tidal Pool Working Party
- Bush Camping Working Party
- Alcohol Management Dry Zone Working Party
- Bush Fire Prevention Working Party
- Coastal Infrastructure Working Party

Yorke Peninsula Building Fire Safety Committee

The Yorke Peninsula Building Fire Safety Committee (Building Fire Safety Committee) is a body appointed by Council in accordance with Section 71(19) of the *Development Act 1993*. The Building Fire Safety Committee acts as “the appropriate authority” (as the term is defined in the *Development Act 1993*) in respect of all building fire safety matters accreting.

The Building Fire Safety Committee is charged with the responsibility for all matters arising under Section 71 of the *Development Act 1993* which are of a building fire safety nature.

The Building Fire Safety Committee consists of Council staff and two independent members. The members of the Building Fire Safety Committee during the year were:-

- Mr Peter Harmer (Presiding Member)
- Mr Julian Aggiss
- Mr Roger Brooks (staff).
- Mr Allan Cotton (staff)
- Mr Gareth Harrison – Deputy Member (staff)
- Mr Marc Van Riet – Deputy Member (staff)

Development Assessment Panel

The Development Assessment Panel (The Panel) is a body formed by Council in accordance with the *Development Act 1993*. The Panel is granted delegated powers that are administered in accordance with the Terms of Reference as determined by resolution of the Council. The delegations allow the Panel to act as the relevant Authority under the Development Act to approve or refuse certain types of development applications within the Council area. All other development applications not considered by the Panel, are considered by authorised officers of Council under delegated powers.

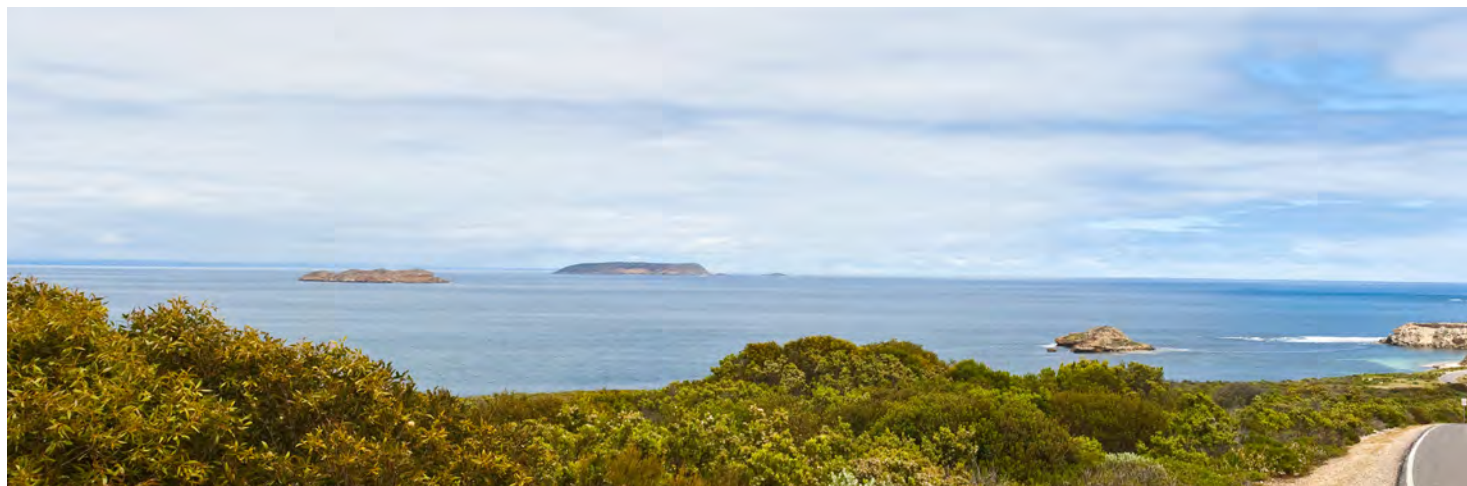
The Panel is comprised of seven members consisting of three Elected Members, three independent members and an independent Presiding Member. The members of the Development Assessment Panel during the year were:-

- Mr Rodney Button (Presiding Member)
- Ms Debra Agnew
- Ms Susan Avey
- Mr Peter Tonkin
- Councillor Jeff Cook
- Councillor Scott Hoyle
- Councillor John Rich

During the 2015/16 financial year, the Panel conducted 7 meetings and considered 11 applications.

	Approved	Deferred pending further information	Approval to proceed to full assessment	Withdrawn	Refused	TOTAL
2008/09	53	0	0	0	7	60
2009/10	50	0	0	0	9	59
2010/11	47	3	0	1	0	51
2011/12	31	2	0	0	0	33
2012/13	19	1	2	1	0	23
2013/14	25	2	0	0	3	30
2014/15	15	1	0	0	4	20
2015/16	6	4	0	0	1	11

Table 6: Applications considered by the Development Assessment Panel



Council Delegations

The Chief Executive Officer and other administrative personnel have the delegated authority from Council to make certain decisions on specified administrative and policy matters. These delegations are listed in the Delegations Register and are reviewed annually in accordance with legislative responsibilities:

- to determine policies to be applied by the Council
- to determine the type, range and scope of projects to be undertaken by the Council
- to develop comprehensive management plans, budgets, financial controls and performance objectives and indicators of Council operations

Council makes decisions, which direct and/or determine its activities and functions including approving works and services, and the related resources.

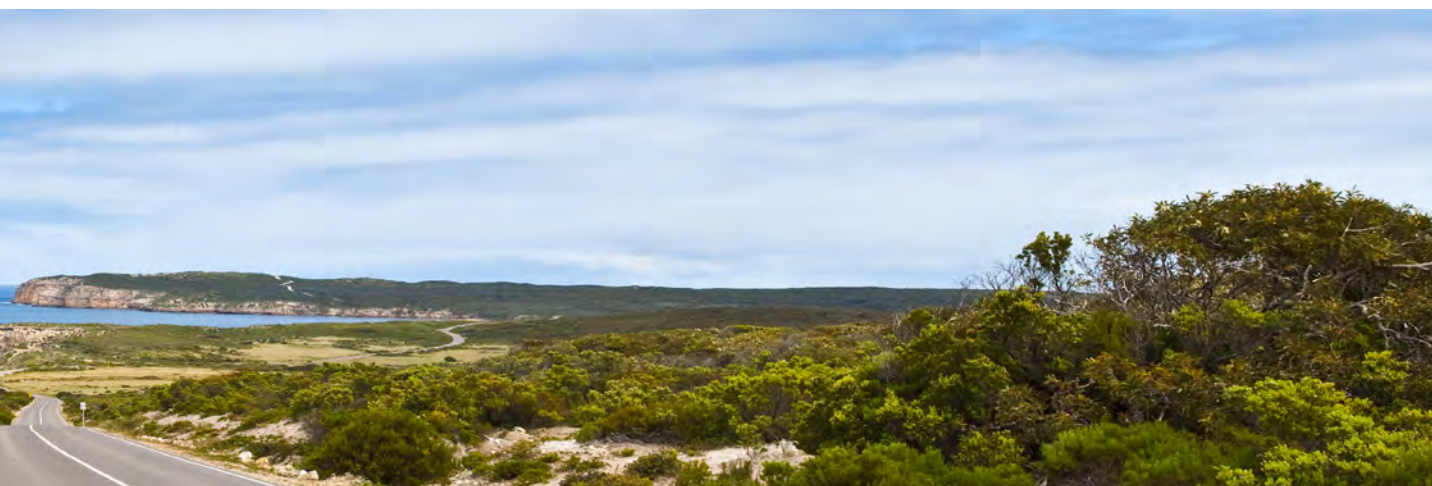
Notice of Meetings

Notices of all Council and Statutory meetings and agendas are available for public viewing:

- at all Council offices three days before each meeting
- on the Council website (www.yorke.sa.gov.au) as soon as practicable



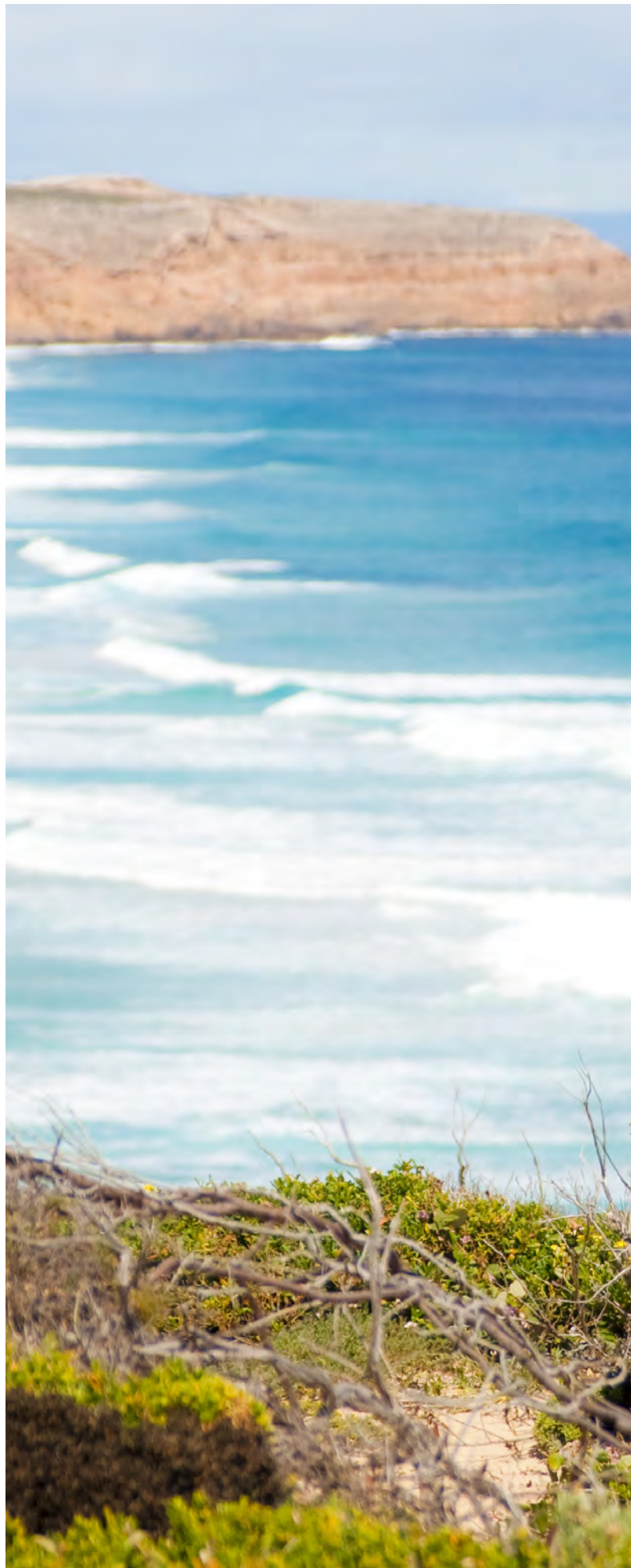
Clan Ranlad Dive Site



Elected Member Training and Development

Training and development activities are undertaken to assist Elected Members in the performance and discharge of their functions and duties in accordance with the *Local Government Act 1999*. Council has provided a range of training opportunities for our Elected Members, as highlighted below:

Training Course	No. Attending
Local Government Association General Meeting and Showcase	1
Australian Local Government Association National General Assembly	3
Local Government Association Annual General Meeting	2
Local Government Association Roads and Works Conference	5
Code of Conduct Update	7
Mission to Shandong	3
Local Government Association Mandarin for Business	1
Elected Member District Tour	7
2016 SATIC Tourism Conference	1





Allowances

Elected Member Allowances

A member of Council is entitled to receive an annual allowance for performing and discharging their official function and duties. Elected Member allowances are set by an independent remuneration tribunal, in accordance with Section 76 of the *Local Government Act 1999*.

For 2015/16, our Council was determined as 'Group 3' and the allowances are set out below:

Ordinary Council (Group 3)	Annual Allowance
Mayoral	\$51,200
Deputy Mayor	\$16,000
Elected Members	\$12,800

In addition to the allowance, Council provide Elected Members with either a Surface Pro or iPad computing device. Official Council business travel expenses are also reimbursed. The Mayor is provided with a vehicle, mobile phone, iPad and computer for conduct of official Council business.

Council Committee Allowances

Members of the Audit Committee and the Development Assessment Panel are remunerated per sitting as documented in the table below:

Audit Committee	Allowance
Chairperson	\$450
Independent Member	\$350

Development Assessment Panel	Allowance
Chairperson	\$150
Independent Member	\$100

Independent Audit Committee members are also reimbursed for associated travel costs.

Council is committed to ensuring its customers are provided with an open, responsive and accountable process for reviewing grievances.

Council's Complaints Policy (PO147) adopts a three-tiered approach to categorising and managing complaints with the third tier being an internal review in accordance with the Review of Internal Decisions Policy (PO037).

The Review of Internal Decisions Policy serves to provide a fair, consistent and structured process for Council's customers if they are dissatisfied with a previous decision made by Council (including Council employees or other persons acting on behalf of the Council), in accordance with the requirements under Section 270 of the *Local Government Act 1999*.

During 2015/16 two (2) requests were received for an internal review of a Council decision in respect to:

- Trimming of an overhanging tree – the road reserve in which the tree was situated fell under the ownership and responsibility of Department of Planning and Infrastructure (DPTI) and SA Power Networks (who have responsibility for contracting out the tree trimming near overhead electricity infrastructure), however Council pruned the tree as a gesture of goodwill and to remove the immediate risk of damage to property.
- Governance and management of natural resources. A complete review of all matters raised was undertaken and a response provided to the complainant.

Council's Review of Internal Decisions Policy (PO037) is published on Council's website and can be accessed by hovering over the 'About Us' tab and clicking on 'Policies' under the 'Forms, plans and publications' section. Alternatively, the policy is available by contacting any of Council's offices.





Managing Complaints

Council is committed to continually improving the service it provides and all feedback received is considered a mechanism for collecting information on Council's performance in the eyes of the community. In many cases feedback relates to a request for service (Customer Service Requests) or an expression of gratitude, however occasionally Council receives complaints which are managed in accordance with its Complaints Policy (PO147).

A copy of this policy is available on Council's Website and can be accessed by hovering over the 'About Us' tab and clicking on 'Policies' under the 'Forms, plans and publications' section.

A complaint is defined as an expression of dissatisfaction with a product or service provided by Council, or its representative, that has failed to reach the standard stated, implied or expected. A complaint to Council may relate to a decision by Council or its employees which may affect a ratepayer, community member, organisation or business.

The following is NOT considered a complaint:

- A request for Council services (unless it is a second request, where there was no response to the first).
- A request for documents, information or explanation of policies or procedures.
- A request for Council to exercise a regulatory function (unless it is a second request, where there was no response to the first).
- The lodging of an appeal or objection in accordance with a statutory process, standard procedure or policy (unless this is recorded as a complaint about Council's decision making. – this will be dealt with under Review of Council Decisions Policy).
- A submission relating to the exercise of a regulatory function (e.g. an objection to a development application or a submission on a policy).

A total of eight (8) complaints were received during 2015/16 and all were managed in accordance with Council's Complaints Policy. The complaints received were in respect to:

- The process undertaken when inviting expressions of interest for a business opportunity
- Dissatisfaction of a structure erected by a neighbour
- A verbal disagreement with Caravan Park managers
- Dissatisfaction with the way a tree had been trimmed
- Dog dispute
- Lack of action in dealing with water over road at wet times of the year
- Signage and grading of unsealed roads
- A stormwater issue (created by water running off the road)

Six (6) of the eight (8) complaints have been finalised. Council staff are currently working towards a suitable resolution for the remaining two (2) complaints and expect to be in a position to finalise both complaints in the near future, with the respective customers having been informed of the process towards achieving the desired outcomes.

Information on submitting a complaint can be found under the 'Complaints' tab on the home page of Council's website or from any Council office.

During 2015/16 Council undertook nineteen in camera closed sessions to discuss Confidential Items in accordance with Sections 90 (2) and (3) (a) (d) (g) (k) of the *Local Government Act 1999*, as follows, with successful tender information being partially released:

08.07.2015	Bulk Fuel Supply Tender 130/2015
12.08.2015	Walk the Yorke Bitumen Services Tender 131/2015
09.09.2015	Bitumen Emulsion Supply 2015-18 Tender 136/2015
09.09.2015	Material Supply 2015-16 Tender 136/2015
14.10.2015	4WD Wheel Loader North Tender 137/2015
14.10.2015	4WD Wheel Loader South Tender 138/2015
14.10.2015	Bitumen Supply 2015/16 Tender 141/2015
14.10.2015	Construction Grader Tender 139/2015
14.10.2015	Self-propelled Vibratory Single Drum Roller Tender 140/2015
14.10.2015	Chief Executive Officer's Performance Appraisal
25.11.2015	Request to Abandon Cost Recovery Action – Mr Anthony Honner
09.12.2015	Roadside Vegetation Maintenance Tender 146/2015
09.12.2015	Clinton Road Construction Tender 143/2015
09.12.2015	Concrete Repairs and Associated Works – Maitland Town Hall
20.01.2016	Electronic Document Records Management System Tender 144/2015
09.03.2016	PABX Phone System Tender 147/2015
09.03.2016	Construction of four (4) Caravan Park Cabins at Marion Bay Caravan Park Tender 128/2015
13.04.2016	Tender to Lease Maitland Children's Centre 149/2016
11.05.2016	Drilling and Blasting Tender 150/2016



Lupins near Maitland

The following confidential items were released for public record during 2015/16:

09.07.2014	Tender – Management and Operation of Council's Transfer Stations 111/2014
09.07.2014	Tender – Principal Office Expansion Proposal 112/2014
23.07.2014	Acquisition of Land
13.08.2014	Waste and Recycling Charge Legal Action
13.08.2014	Acquisition of Land
13.08.2014	Chief Executive Officer's Performance Appraisal
10.09.2014	Tender – Walk the Yorke Trail Shelter, Floor, Tank and Setting Tender 114/2014
11.03.2015	Tender Bitumen Services 116/2014
09.04.2014	Proposed Sale of Land for Non-payment of Rates (further order in 2015 released April 2016)
08.04.2015	Walk the Yorke: Cartage and Construction of Compacted Trail at Point Pearce Tender 118/2015
08.04.2015	Material Supply Tender 117/2015
13.05.2015	Walk the Yorke Signage Tender 125/2015
13.05.2015	Tractor Tender 120/2015
13.05.2015	Tandem Truck Tender 119/2015
13.05.2015	Drilling and Blasting Tender 124/2015
13.05.2015	Wood Chipper Tender 122/2015
13.05.2015	Three Front Deck Mowers Tender 121/2015

Introduction

Overview

Our Council

Our Organisation

Our Performance

Financials

Subsidiaries



Council maintains a series of registers, codes and policies in accordance with the *Local Government Act 1999* and the *Local Government (Elections) Act 1999*. These are:

Registers

Register of Members Interests (Ordinary Return)

Register of Members Interests 2014 (Primary Return)

Register of Elected Members Allowances and Benefits

Register of Officers Remuneration, Salaries and Benefits

Register of Officers Interests (Ordinary Return)

Register of Officers Interests (Primary Return)

Register of Fees and Charges

Community Land Management Plans

Register of Community Land

Register of Public Roads

Register of By-Laws

Register of Elected Members Gifts and Benefits

Register of Officers Gifts and Benefits

Codes

Section 63 Code of Conduct for Elected Members - Statutory

Section 92 Code of Practice for Access to Council Meetings, Committee Meetings and Documents (Policy reference: PO015)

Section 110 Code of Conduct for Employees - Statutory





Statutory Policies

Section 49	Purchasing and Procurement Policy
Section 50	Community Engagement Policy
Section 77 (1)(b) and Section 78	Elected Members Facilities, Services and Expenses Policy (incl Elected Member travel)
Section 80A	Elected Member Training and Development Policy
Section 125	Internal Control Project -Framework & Implementation Plan
Section 219	Street, Road and Public Place Naming Policy
Section 259	Order Making Policy
Section 270	Internal Review of Council Decisions Policy

New Policies

The ongoing review of Council policies continues, as a result there were ten new policies developed, with many others being updated to reflect changes to legislation, best practice and other requirements:

PO016	Fitness for Work Policy
PO017	Informal Gatherings Policy
PO018	Hardship Policy for customers of Minor and Intermediate Water Retailers
PO019	WHS Document Management Policy
PO020	Social Media Policy
PO021	Safe Environment Policy
PO027	Business Continuity Policy
PO084	Corporate Purchase Card Policy
PO124	Asset Accounting Policy
PO151	Travel and Accommodation Policy

This Information Statement is published by Council in accordance with the requirements of Section 9 (1) & (1a) of the *Freedom of Information Act 1991*. An updated Information Statement will be published at least every 12 months and will be incorporated into the Annual Report.

Under this legislation, an application fee must be forwarded with the appropriately completed request form unless the applicant is granted an exemption. Copies of any documents inspected, pursuant to a Freedom of Information request, will incur charges as set out in the Act.

Freedom of Information request forms are available at the Council offices and should be addressed to:

Mrs Jackie Reddaway
Executive Assistant to the Chief Executive Officer and Mayor
Accredited FOI Officer
PO Box 57
MAITLAND SA 5573

Due to Council's commitment to provide any available information to the public there were no formal FOI applications warranted.

During 2015/16 nil Freedom of Information applications were received. A yearly comparison is provided below.

	New Applications	Access granted in full	Access Refused
2006/07	1	1	0
2007/08	1	1	0
2008/09	1	1	0
2009/10	1	1	0
2010/11	1	0	1
2011/12	2	2	0
2012/13	2	2	0
2013/14	3	3	0
2014/15	1	1	0
2015/16	0	0	0

Table 7: Yearly Comparison of Freedom of Information Applications

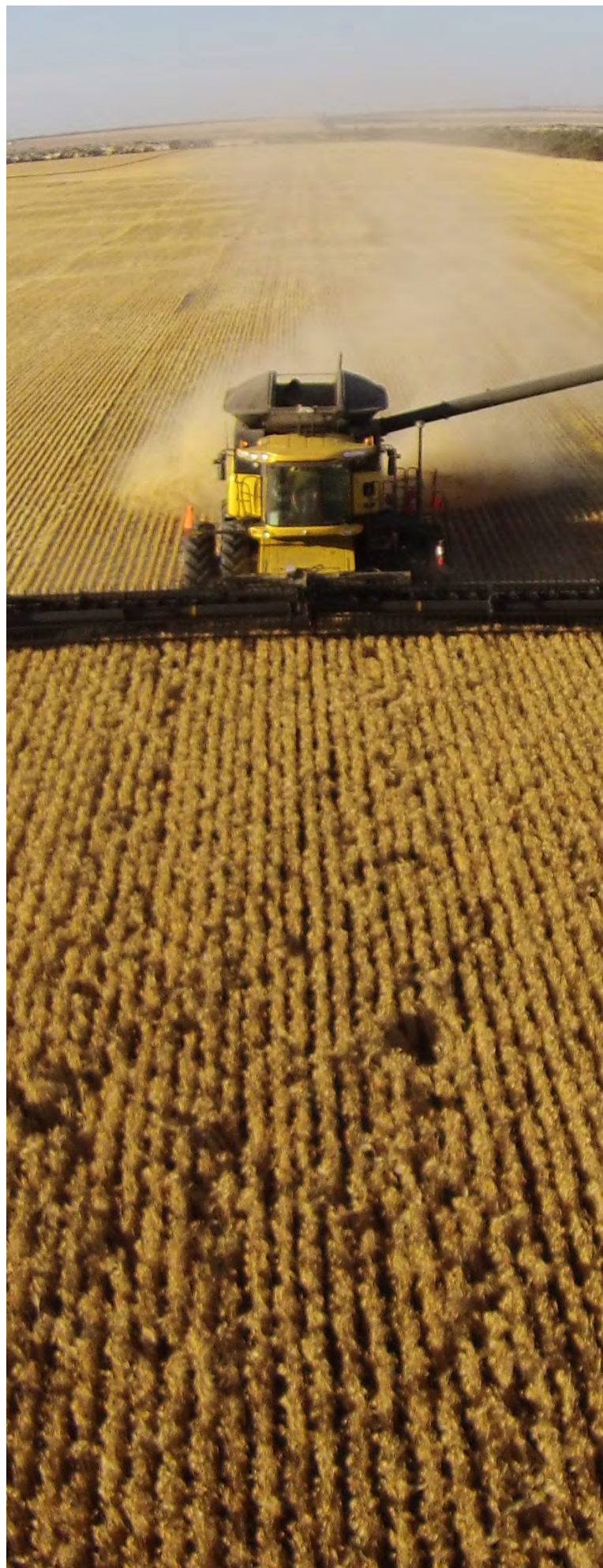




Photo supplied by Anna Binna

Representation Review

The total representation quota is the number of electors for each Elected Member. Per the *Local Government Act 1999*, a Council is required to conduct a review of its representation at least once in every eight years or when specified by the Electoral Commissioner and the number of electors for a ward varies from the ward quota by more than 20%.

The purpose of the review is to determine whether the community would benefit from an alteration to its composition or ward structure.

Council's last review, including two separate rounds of public consultations, was concluded on 11 September 2013. The review resulted in Council formally resolving to retain its current composition but introduce an amended three ward structure which was more evenly balanced in elector numbers.

The following table compares the Yorke Peninsula Council's representation quota with neighbouring and other comparable councils. The representation quota is determined by dividing the total number of electors by the number of Elected Members (including Mayors).

The Australian classification of local government defines each council based on its population, the population density and the proportion of the population that is classified as urban for the council. As shown below, the Yorke Peninsula Council is classified as Rural Agricultural – Very Large (RAV). Other neighboring Councils have been classified as Rural Agricultural – Large (RAL).

Council	No. of Elected Members	No. of Electors	Ratio	Class.
Alexandrina	12	19,006	1:1,583	RAV
Barossa	12	16,815	1:1,401	RAV
Clare & Gilbert Valleys Council	10	6,575	1:657	RAL
DC Copper Coast	11	10,669	1:969	RAV
Light Regional	11	9,845	1:895	RAV
Mallala	10	5,692	1:569	RAL
Pt Pirie Council	10	12,679	1:1,267	RAV
Wakefield Regional Council	10	4,693	1:469	RAL
Yorke Peninsula Council	12	9,155	1:762	RAV

Table 8: Representation Quotas 2015/16. Source: LGA SA

Community Land Management Plans guide the development and use of land pursuant to the requirement under Chapter 11 of the *Local Government Act 1999*, and to provide a community focus for the use and maintenance of these important land holdings.

All land has been identified and captured on a Community Land Register. During 2015/16 Council had nil acquisitions and there were nil disposals.



Moving sheep, Parsons Beach - Bluff Road by John Waler

Council's Tender and Quotation and Purchase of Goods & Services Policies and supporting procedures, have been developed pursuant to Section 49 of the *Local Government Act 1999*.

Refer to PO058 Purchasing and Procurement Policy (available on Council's website) which was reviewed, updated and adopted throughout 2014/15.

Council has identified the operation of four Caravan Parks as 'category 2 business activities' under the National Competition Policy.

To ensure that the identified caravan parks are not operating with any anti-competitive advantage, Council conducts an annual market survey of all Caravan Park operations within the Council area. We are pleased to report that the Council operated Caravan Parks are charging market rates, relevant to the area and are therefore not applying any anti-competitive principles.

During the reporting period, Council has not received any complaints about the application of competitive neutrality.



Minlaton Walking Trail

Our Organisation



At 30 June 2016, the Corporate Management Team consisted of the Chief Executive Officer and three Directors as shown below.



Andrew Cameron, Chief Executive Officer

Key Functions:

Australia Day Awards, Citizenship Ceremonies, Economic Development, Governance, Internal Audit
Policy Development, Strategic Planning and Youth Services.



Trevor Graham, Director Assets and Infrastructure Services

Key Functions:

Asset Management, Cemetery Maintenance, CWMS Maintenance/ Repairs, Footpath Construction/ Maintenance, Infrastructure Development, Jetties Management, Parks & Reserves, Public Lighting, Road Construction/ Maintenance, Road Safety Control, Roadside Vegetation, Stormwater Drainage/ Construction, Waste Management and Water Supply Infrastructure.



David Harding, Director Corporate and Community Services

Key Functions:

Arts, Caravan Parks, Communications, Community Library Services, Community Support Programs, Finance, Financial Compliance, Human Resources, Information Technology, Internal Controls, Leisure Options, Organisational Development, Payroll, Public Relations, Rates & Assessments, Records Management, Risk Management, Training, Work Health and Safety and Visitor Information Centre.



Roger Brooks, Director Development Services

Key Functions:

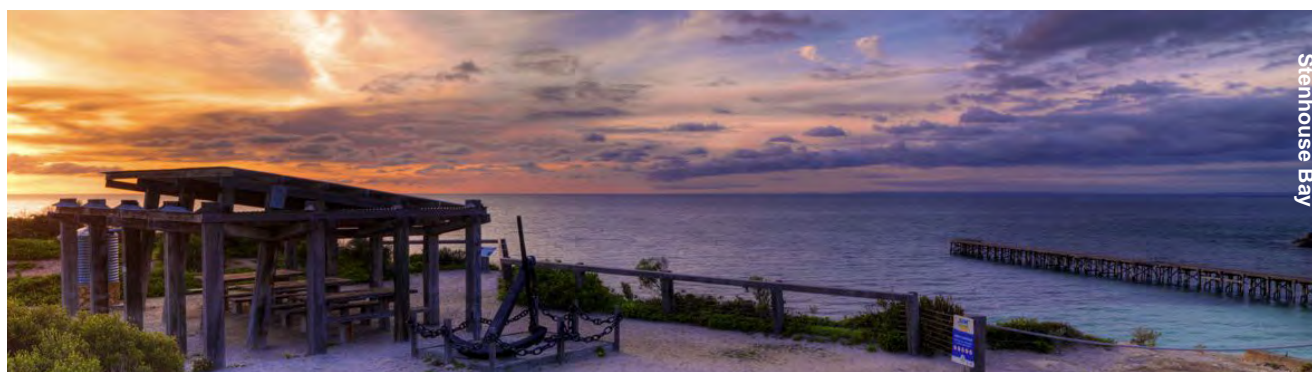
Animal Management, Boat Ramp Permits, Building Assessment, Building Fire Safety, Café Licences, Cemeteries, Development Control, Disability Action Plan, Dry Areas Management, Environmental Health, Fire Prevention & Safety, Food Inspection, General Inspectors, Heritage, Leases/Licences/Permits, Limited Liquor Licences, Parking & Traffic Control and Public Buildings Maintenance.

In addition to the key functions outlined above, the Local Government Act 1999 specifies that the Chief Executive Officer is responsible for (but not limited to), the day to day operations and affairs of council, ensuring that all assets and resources of the council are properly managed and maintained, providing advice and reports to the Council and ensuring that the policies and lawful decisions of the Council are implemented in a timely and efficient manner.

CORPORATE MANAGEMENT TEAM ALLOWANCES

Salary packages for members of the Corporate Management Team include salary, superannuation, a motor vehicle and mobile phone.

All benefits for all staff are recorded in the Officers Remuneration, Salaries and Benefits Register.



Stenhouse Bay



It was the strength, foresight and vision of the previous Council who in 2012 unanimously confirmed their support for the upgrade of the Principal Office at Maitland. Following lengthy research and a feasibility study undertaken by the former Council, all available options were considered and the most practical and financially viable solution to this long standing problem was the renovation and extension of the existing Maitland Office.

The ability to collaborate easily and efficiently is more important than ever. The main reason for the new building was to accommodate all senior staff within a single location, thereby facilitating face to face conversations across departments on important issues. This is key to generating better outcomes.

Council staff moved into the new office on 13 July 2015. Whilst the majority of 'indoor' staff are now located in Maitland, Council's other three offices (Minlaton, Warooka and Yorketown) still continue to service the community.

On 29 September 2015, the new office was officially opened by His Excellency the Honourable Hieu Van Le, Governor of South Australia. The office launch event included many community representatives, neighbouring Council Mayors and CEOs and past and present Yorke Peninsula Councillors.

We hope that the updated building and facilities will provide us with greater opportunities to continue to improve the services we provide to our communities now and into the future.





L-R: Roger Morgan, Carlene Cook, Mayor Ray Agnew and Joe Butler. Photo courtesy of Jenny Oldland, YP Country Times

Council's Australia Day celebrations are held on Australia Day and hosted by Mayor Ray Agnew OAM in the Minlaton Town Hall, with the community invited to attend the Australia Day Programme. In addition when we have applicants waiting for conferral, a citizenship ceremony forms an important part of the Australia Day celebrations.

The Australia Day 2016 Citizenship Ceremony welcomed four new Australian citizens and as part of that ceremony we invited all present to take part in an Australian Affirmation Ceremony. Following this, the Citizen of the Year Awards were presented. This year, the Panel could not choose a single winner from the nominees, so all three were awarded for their valuable contributions to their respective communities across a wide range of areas over many years. The awards went to:-

- Mrs Carlene Cook—Bluff Beach
- Mrs Helen Martin—Minlaton
- Mr Roger Morgan—Maitland

The Community/Event of the Year Award was presented to Harry Butler Statue Unveiling Celebration.

Throughout 2015/16 the Mayor presided over two further citizenship ceremonies.



Grant Funding

Successfully obtaining grant funding is an important function for Council and provides a mechanism for delivering additional projects that would otherwise have to be sourced through additional rates. Grant funding can be viewed in two components – regular (known) Federal and State funding and also competitive grants which involve writing winning submissions and successfully obtaining funding from a limited pool of available funding.

In 2015/16 the Yorke Peninsula Council obtained a total of \$4,960,213. A breakdown of all grant funding received is provided below.

Project	Funding Agency	Funding \$
Point Pearce MUNS Grant	SA Govt. Department Planning, Transport and Infrastructure	\$71,908
YP Leisure Options – Home and Community Care	Aust. Govt. Dept. of Social Services and SA Govt. Dept. for Families and Communities	\$95,352
YP Leisure Options - Commonwealth Home Support Programme	Aust. Govt. Dept. of Social Services	\$22,684
YP Leisure Options - Disability SA (DCSI)	SA Govt. Dept. for Communities and Social Inclusion	\$34,924
Youth Participation and Mentoring Program and National Youth Week	SA Govt. Office for Youth	\$16,756
Port Vincent Groyne – Recreation Fishing Grant	SA Govt. Dept. of Environment, Water and Natural Resources	\$18,500
Blue Bay Stairs	Natural Resource Management Northern and Yorke	\$25,000
Library Funding	State Library of South Australia	\$12,107
Point Souttar Beach Access Stairs – Recreation Fishing Grant	SA Govt. Dept. of Environment, Water and Natural Resources	\$13,600
Walk the Yorke – final milestone payments	Aust. Govt. Dept. of Infrastructure and Regional Development	\$399,545
Financial Assistance Grants	Aust. Govt. Grants Commission	\$1,063,020
Roads to Recovery Funding	Aust. Govt. Dept. of Infrastructure and Regional Development	\$3,157,816
Regional Youth Traineeships	Local Government Association	\$29,001
TOTAL		\$4,960,213

Table 9: Grant Funding received in 2015/16



Awards

Council is proud of the following outstanding achievements throughout 2015/16.

Award	Category	Project	Date
Keep Australia Beautiful, Australian Clean Beaches Awards	National Community Action and Wellbeing	Port Julia Progress Association in partnership with Council	14/08/2015
Celebration of Employment Awards	Trainee of the Year	Runner-up - Melissa Coonan, Council Clerical Officer	10/10/2015
Local Government Association, Mutual Liability Scheme	Risk Management Incentive Award	Disposal of Protected Marine Species (Sperm Whale)	29/10/2015
Recreation SA 2016 Recreation Award	Recreation SA Award	Walk the Yorke	11/04/2016
The Betty Awards	Most Active Asbestos Awareness Month Council Campaigner for Regional South Australia	Asbestos Awareness Month Campaign	13/04/2016
2016 Yorke Peninsula Tourism Awards	Best Caravan & Holiday Park	Port Vincent Foreshore Caravan Park	22/06/2016
2016 Yorke Peninsula Tourism Awards	Best Tourist Attraction	Walk the Yorke	22/06/2016



Table 10: Awards received in 2015/16



Equal Employment Opportunity

Council is committed to creating a workplace that values culture and diversity as we work together to provide quality services to our Community.

Strategies that Support a Culturally Diverse Workforce

The following Equal Employment Opportunity (EEO) initiatives were implemented during the year:

Recruitment and Selection

Council continues to work towards creating a high-performance workforce and is committed to attracting and recruiting the best people in their fields to ensure we have the internal capability to deliver our objectives. Council recognises that with the increase in retirement age and the impact this has on an ageing workforce, there is a need to attract and retain young employees so succession plans can be realised. To support the growth and development of our young people, Council has created three traineeship positions via the Regional Youth Traineeship programme. These positions have been created within our operational areas including Finance, People and Culture and Information Technology. Having a diverse range of ages across the workforce allows Council to access a broader range of ideas and insights.

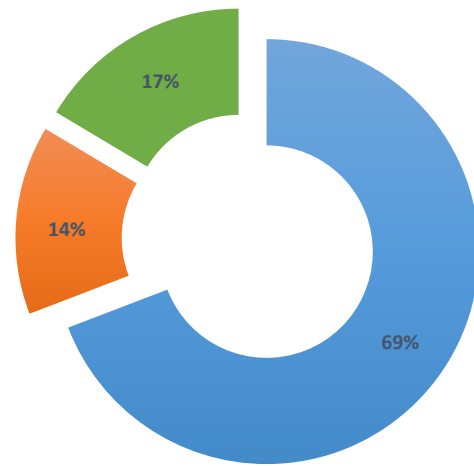
Managing an Ageing Workforce

As detailed in the Staff Age Profile, Council has a great representation of most age groups. As at 30 June 2016 the average age of Council employees is 46.5 years and employees aged 51 to 60 represent 32.2% of the workforce. The challenges of an ageing workforce during the reporting period are addressed through superannuation/transition to retirement seminars, flexible working arrangements and knowledge transfer activities.

Maintaining a Bullying and Harassment-Free Workplace

Council is committed to the elimination of workplace harassment, discrimination and bullying. Council has a "Fair Treatment Policy" and Council Values which focus attention on integrity, respect, accountability, collaboration, innovation and customer commitment as part of its EEO strategy. The policy and values outline Council and staff obligations to ensure a workplace free from harassment, discrimination and bullying.

Council will continue to ensure the importance of maintaining a diverse workforce is communicated through the new reporting period's goals and objectives so we can continue promoting and recognising our diverse workforce.



■ Full Time - 101 ■ Part Time - 21 ■ Casual - 24

Figure 5: Total Employees by Status

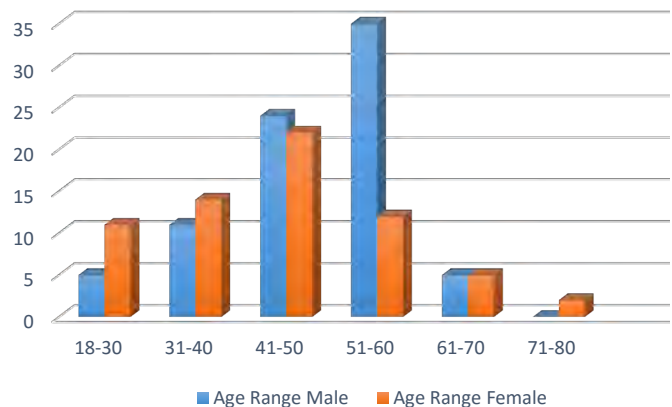
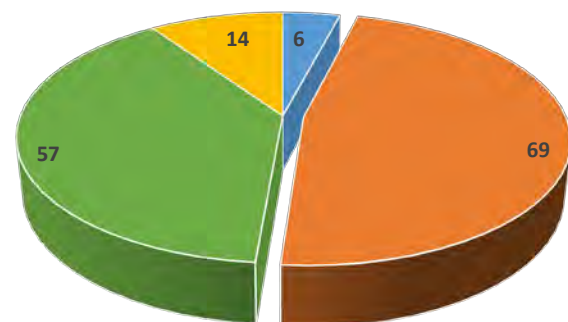


Figure 6: Total Employees by Age Range



■ Executive Services ■ Assets and Infrastructure Services
■ Corporate and Community Services ■ Development Services

Figure 7: Employees by Department

Corporate Health

Council is committed to fostering a motivated, productive and healthy workforce. As part of this, Council has continued to partner with the Corporate Health Group to provide wellbeing programs including Annual Health Assessments, skin screenings, flu vaccinations and healthy eating promotions which promote good health and in turn assist staff in achieving a healthy work/life balance, reduce the risk of health problems and enable the maintenance of a healthy lifestyle in the long term.

Recognition of Service Awards

Commitment and support of Council's long serving employees over many decades has helped Council to provide services and infrastructure to the community. Council recognises the contribution of long-term employees through a range of initiatives including service gifts, certificates of appreciation and annual celebrations.

Service milestones are acknowledged and celebrated on the completion of 10, 15, 20, 25, 30 and 35 years of service which are calculated annually. During the reporting year, staff acknowledged for their years of service included:

- 4 staff with 30 years of service;
- 2 staff with 25 years of service;
- 4 staff with 15 years of service; and
- 1 staff with 10 years of service.



Staff Training and Development

To enhance the capabilities of our workforce, Council continues to provide staff with accredited training opportunities. Learning and development programs are an important element of attracting, retaining and developing our people and as such, Council is committed to provide a range of professional development, skills enhancement, education and on the job training opportunities.

Council has recently implemented new technology to facilitate online training throughout its workforce. Online education offers many benefits and advantages while still providing courses of a high quality. Council has implemented 35 modules, with a large proportion developed in-house to cover a wide range of topics (conflict management, WHS legislative requirements, manual handling, etc.). By facilitating the delivery of training via online technology, it has provided greater flexibility, ease of accessibility and a large range of options so staff have control of their own development.

In addition to the online learning, an extensive range of corporate programs were conducted to meet the training needs that have been identified across the organisation. This included facilitating training in the use of an Electronic Records Management System, understanding Return to Work legislation, ensuring food safety, drug and alcohol awareness, planning, payroll, incident investigation, introduction to Local Government and wastewater management.

In 2015/16 a diverse range of programs was delivered, including:

- Support provided for staff to obtain formal qualifications with 14 staff successfully completing their further education programmes;
- 561 staff attended 99 training sessions (internal and external providers) equating to a total of 4,149.50 hours;
- 3 traineeship positions being created through the Regional Youth Traineeship Program; and
- A total of 35 e3Learning online training modules were implemented with 489 sessions being undertaken.

Industrial Relations

Council has a comprehensive and "best practice" suite of staff policies and procedures which have been developed to attract and retain a competitive workforce in addition to assisting Council to maintain a healthy working environment free from industrial relation issues.

Risk Management

Council recognises good risk management facilitates innovation, cooperation and continuous improvements and understands unmitigated risks can adversely impact on stakeholders and its ability to achieve strategic, operational, financial and regulatory objectives. Therefore, risks are managed as a high priority.

Strategic risk management of Council provides the foundation for effective risk management. This incorporated with operational risk management will assist Councils Departments to manage and minimise identified risks.

Council is continually developing, reviewing and refining risk management tools to assess business risks as well as the risks associated with activities undertaken by Council in and while providing services to the community.

The Audit Committee regularly reviews strategic risks, compliance programs and internal processes, and provides high level advice to ensure Council achieves its risk management goals.

Council's Risk Management Policy and Procedure is based on the *ISO 31000:2009, Risk Management - Principles and Guidelines*. The philosophy and application of risk management within Council is underpinned by our Risk Management Policy, Risk Management Procedure and is based on the *ISO 31000:2009, Risk Management - Principles and Guidelines*.

Managing Council's risks includes ensuring business continuity can be achieved in the event of a business interruption event. The YPC Business Continuity Plan has been developed and endorsed by Council. The Plan defines who is part of the Business Recovery Team and their respective duties should the Business Continuity Plan be invoked.

The Assets and Infrastructure Operations Team was recognised for their risk management of the removal of seven sperm whale carcasses which washed up onto the beach at Parara Beach near Ardrossan.



Work Health and Safety (WHS)

Council is committed to provide a safe work environment for all employees. This includes supporting the wellbeing and health of their employees. Council undertakes a variety of programs including the Wellbeing Program where health assessments, influenza immunisation and skin "spot" checks are provide to the workforce.

The WHS Team continue to provide useful information to the community and workplace and this effort was rewarded in November 2015. Council won a "Betty Award" for "Most Active Asbestos Awareness Month Council Campaigner Awards" for Regional South Australia. The entry included submitting a list of initiatives undertaken to engage the community on Asbestos Awareness.

One of the initiatives was a display in the Maitland Office reception area of "Rebecca the Renovator".

A WHS High Risk Officer has been employed to assist and further develop the WHS legislative requirements with Depot personnel. This includes encouraging and providing guidance for a safe work culture to hopefully ensure all employees go home every day in the same condition or better than when they arrived at work. All employees are encouraged to participate in the safety of their respective work areas by becoming a Health and Safety Representative and/or by participating in identifying hazards, reporting them and then assisting in managing the risks.

Council is audited annually against the South Australian Performance Standards for Self-Insurers (PSSI) by the Local Government Association (LGA) which ensures Council's WHS compliance is monitored and managed and planning can be undertaken to close compliance gaps. Council actively participates in internal and external audits as they provide opportunities to continually improve its systems in accordance with regulatory, Council and the self-insurer requirements. From the audit results the WHS and Injury Management (IM) Management Plan was updated in 2015/16 to capture continuous improvement strategies and programmed activities prioritised.

The Workplace Calendar was established to maintain, in a central location, operational, workplace monitoring and legislative requirements. This provides a guide to stakeholders of when specific requirements are due for completion and compliance to timeframes are reported to Council's Corporate Management Team (CMT).



Council recognises the role it has to play in promoting health and wellbeing for young people. The Strategic Plan and the Yorke Peninsula Alliance Regional Public Health Plan highlight the priority areas and some of the challenges facing the region.

The following is a summary of the priorities that have been the inspiration behind Council's activities over the past year:

- Building a sense of community through positive participation in community life
- Encouraging a positive, creative and supportive place for our young people to thrive
- Offer a range of accessible community facilities, programs, events and activities
- Work with partner organisations, young people and the community to improve health and wellbeing
- Identify strategies to address the needs of young people at greater risk.

Core activities undertaken to support Council's goals towards well-being, social engagement, accomplishment and life satisfaction include the following.

Participation and Mentoring Program

Funding secured through the Department of Communities and Social Inclusion enabled Council to develop the Participation and Mentoring Program. Currently operating in Yorketown, the weekly program provides young people with the opportunity to participate in developing, implementing and managing community projects. Participants have been able to engage with, influence and contribute to their local communities as well as develop practical, hands on skills through working with skilled seniors at the local community shed.

Projects have included the design and construction of a chicken coop and run, remodelling of the community garden area, creating a colourful mural on existing fencing and working with the Yorketown Progress Association to design and create stobie pole art.

This initiative, undertaken in partnership with Country Health SA, Clem's Shed and the Yorketown Area School, has provided a valuable learning environment for the participants and enhanced their ability to gain future employment.

The program has been fully funded by Council since December 2015.



NAIDOC Celebration Day

NAIDOC Week celebrates the history, culture and achievements of Aboriginal and Torres Strait Islander peoples. Council was proud to join the Point Pearce community, school children and visitors from the greater community, in celebrating the history and culture of the Point Pearce Community on 11 August 2016. Children enjoyed planting trees to commemorate the day before enjoying the BBQ and entertainment.

Minlaton Skate Park Art Project

During August 2015, Council partnered with the Minlaton Progress Association, Minlaton Skate Park Committee, the Minlaton District School and Country Health SA to bring together an enthusiastic group of six young people with a keen interest in the skate park, to design and paint some artwork onto the sides of the skate ramps. This talented group came up with some fantastic designs, filling the area with colour and making the Minlaton Skate Park an even better place to be.

Germein Sisters Community Performances

In late August 2015 Council partnered with Country Health SA to provide around 760 Yorke Peninsula school children with the opportunity to attend workshops and performances presented by the Germein Sisters. The positive and inspirational messages they presented had a valuable impact on the students that attended.

This was followed by a sell-out performance to a crowd of over 260 at an exceptional Community Concert held in the Minlaton Town Hall.

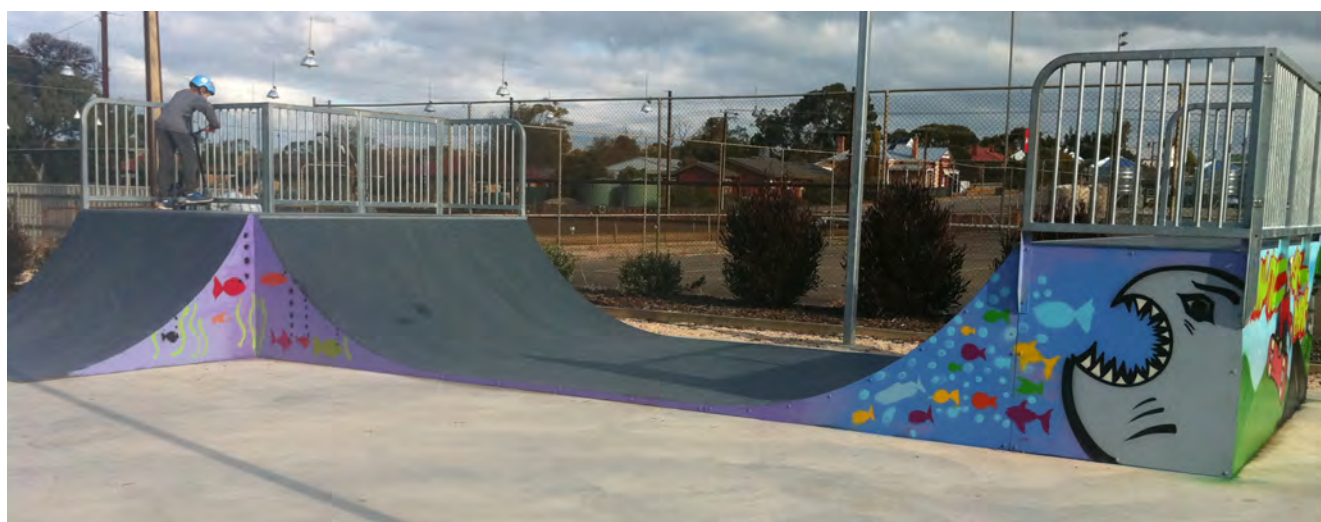


Andrew Fuller Building Resilience Community Workshop

Council supported the Southern Yorke Peninsula Partnership in presenting Andrew Fuller, a clinical psychologist and author of multiple books, at a community workshop in Minlaton on 21 September 2015. Around sixty community members participated in this entertaining workshop, focusing on building resilience in children and young people.

Community Music and Movie Nights

Council teamed up with the Point Pearce and Point Turton communities to provide three community and music and movie nights (September, January and March) where young people and their families were entertained by some very talented local artists followed by a feature movie shown on Council's 6 x 7 metre blow up screen. Over 200 people attended these events.



Inland Sea Music Festival

Community members enjoyed an afternoon of music and food in a relaxed setting arranged by a group of the Yorke Peninsula's very talented young artists. In partnership with the Inland Sea Restaurant, Council supported these young people by providing the opportunity to perform in public and showcase their wonderful talents at the Inland Sea Restaurant on Sunday 29 November 2015.

National Youth Week Events

Council, in partnership with Country Health SA and with support from the Office for Youth, provided young people with a fun-filled day out in Ardrossan on Sunday, 17 April 2016. It was a very successful day, with around 250 attendees enjoying a variety of entertainment, followed by some very positive feedback.

The Yorke Peninsula Council also supported the Yorke Peninsula Youth Workers Network and the Copper Coast Council in providing the Copper Coast community with this fantastic opportunity in Kadina on Monday 18 of April 2016, again with support from the Office for Youth. This event was also a huge success with over 500 people in attendance.

Local artists and young people participated along with APEX, Rotary and the Lions Clubs. The events were commended for their catering efforts and patrons were impressed with the quality and price of food offered.

Through its ongoing commitment to maintaining these activities, Council will continue to positively contribute to youth health and wellbeing and therefore the future vibrancy of the Yorke Peninsula.

Council has also actively participated in both the Yorke Peninsula Youth Workers Network and the Youth Peninsula Southern Yorke Partnership to foster collaboration and information sharing whilst maximising available opportunities and resources.



In addition to planned works for 2015/16, Council's Construction and Maintenance workers responded to more than 600 Customer Service Requests throughout the year. These activities included responding to acts of vandalism, maintenance and replacement of signs and traffic control devices, maintenance to public buildings and amenities, stormwater infrastructure installation and maintenance, driveway installations, street tree pruning and street scaping, roadside vegetation clearance, maintenance to coastal infrastructure, kerb and footpath maintenance, sealed and unsealed road maintenance, removal of illegal roadside rubbish, maintenance of playground infrastructure, cemetery maintenance and clean up from storm damage.

Asset Management

Council adopted the Transport Asset Management Plan, which provides the way forward in managing Yorke Peninsula's extensive road network. The Transport Asset Management Plan includes road categorisation and levels of service for each category.

A revaluation of transport assets was undertaken as part of the Transport Asset Management Plan - Improvement Plan to take in consideration changes to road categories and service levels that were adopted, and also the componentisation of asset types to meet accounting standards.

Council staff have reviewed the procedure for the collection of condition data on unsealed roads so that refreshed data can now be captured using new technologies. Data collected will include factors such as road width, material quality, depth of sheeting, drainage, crossfall shape, vegetation, etc.

Council has purchased a coring trailer, which will enable core samples to be taken (a minimum of 3 core samples per 1km segment) of the road segment material to determine sheeting depth and material quality of each road segment. Data will be captured electronically using an iPad, which will allow photos and core sample locations to be pinned to a GPS location in Council's mapping system. An ARRB Roughometer III will be used to determine rideability of each road segment. This data can also be GPS plotted in Council's mapping system.

Potable Water assets were uploaded to Conquest (asset management software) and as part of this process they were revalued, which included digitised plans and assigned attribute data being developed in MapInfo. Potable Water was split into three categories; Nodes (valves, fire plugs, water meters, etc.), Pipes and Pumping, and Storage and Treatment (tanks, pumps, etc.).

Council engaged a contractor to undertake CCTV inspection and GPS plotting of the Community Wastewater Management Scheme (CWMS) and stormwater infrastructure. This work was undertaken to assess the condition of pipework and to identify infrastructure that was not previously captured within Council's GIS. Council also engaged a contractor to undertake survey work on the Port Julia, Sultana Point and Point Turton CWMS and the Marion Bay Water Scheme in order to have detailed plans drawn for each location.



National Tree Day

National Tree Day has been held annually since 1996 and is Australia's largest community tree planting and nature care event. The Yorke Peninsula Council actively participates in National Tree Day, coordinating several planting sites across the Council area.

Council undertakes the site identification and preparation of the site, provides the trees and tree guards, teaches the children how to plant the trees and then oversees the children as they plant the trees.

In 2015, Operations staff assisted the following schools as part of National Tree Day:

- Ardrossan Area School
- Curramulka Primary School
- Maitland Area School
- Maitland Lutheran School
- Minlaton District School
- Port Vincent Primary School
- Stansbury Primary School
- St Columba's Memorial School
- Warooka Primary School
- Yorketown Area School

In total these schools planted approximately 1,200 trees, which will help combat the effect of climate change by locking up carbon.



Road Infrastructure

Council is responsible for maintaining an extensive road network comprised of approximately 3,890km of sealed, unsealed formed and graded, unformed roads and tracks.

It is important to note that this is the largest road network of any South Australian council.

As referred to earlier, in October 2015 following a period of community consultation, the Yorke Peninsula Council's Transport Asset Management Plan was adopted by Council. The Plan includes:

- road categorisation for all roads within the Council area;
- the planned levels of services (construction, renewal and maintenance standards) for each of the road categories;
- proposed funding for the upgrade, renewal and maintenance of transport infrastructure; and
- a proposed 10 year Capital Works program.

As part of Council's goal to maintain and expand the connectivity of our community through a sustainable road network, in 2015/16 Council undertook sealed and unsealed road construction activities on sections of the following roads:

Sealed Road Construction

- Bramley Road - Edithburgh
- Clinton Road (7 kilometres) - Rural

Unsealed Road Construction

- Brutus Road
- Corny Point Road (by Contractor)
- Daly Head Road
- Dump Road
- McFarlane Road
- Nalyappa Road
- North Coast Road (by Contractor)
- Old Coast Road
- Polkinghorne Road
- Saint Road
- South Coast Road
- Waterloo Bay Road
- Wattle Point Road
- Weavers North Road



These roads were selected to have road construction activities undertaken based on their rating within the Transport Asset Management Plan, to keep the rate of deterioration of the road under control, thereby ensuring the road condition did not fall below a reasonable standard.

Other Road Related Activities

Additional maintenance activities attributed to open surface roads include activities such as patrol grading and regulation of traffic control devices. Currently Council operates four patrol grading sectors, each with two operators working 3x12 hour shifts per week. This ensures maximum efficiency is maintained, provided weather conditions are favourable which, in the latter months of the financial year, they were not. The dramatic increase in rainfall, which was experienced across the Council area, meant that the condition of many unsealed roads deteriorated rapidly. Council staff worked hard to bring these roads back up to an acceptable standard.

Maintenance on the sealed road network incorporates reseal requirements. This is undertaken by contractors with day-to-day sealed road maintenance (e.g. potholes) achieved utilising Council's Jetpatcher. The objectives of this maintenance program are far more beneficial during the warmer months.

Roadside Vegetation Maintenance Works Tender

In 2015/16 Council engaged a contractor to undertake a roadside vegetation maintenance program on selected Council controlled roads in the Hundreds of Clinton, Cunningham, Dalrymple, Kilkerran, Maitland, Minlacowie, Moorowie, Ramsay and Tiparra. This resulted in roadside vegetation maintenance activities being applied to 297kms of road corridor length, improving road safety throughout the Council area.

Roadside Vegetation Markers and Threatened Species Management

Council commissioned a native vegetation marker system to identify areas of important native vegetation, in particular **threatened species**, on roadsides identified for clearance activities as part of the roadside vegetation maintenance program. Marked as 'zones' with roadside marker signs, each sign displays a number that relates back to a detailed register and mapping kept by Council.

Threatened plant species are protected by both state and federal legislation. They often occur in valuable remnant vegetation associations that perform many environmental services, such as providing wind breaks and shelter for livestock and habitat for crop pollinators. Council is obligated to undertake extra precautions to prevent accidental damage to threatened species, as per its Roadside Vegetation Management Plan endorsed by the Native Vegetation Council.



Unsealed Road Construction Tender

Whilst contracting capital works is not uncommon within local government, with a growing trend to outsource specialised services such as the collection and disposal of waste and recycling, street sweeping and bitumen services increasing, something that had, to the best of Council's knowledge, never been outsourced by a local government body before was unsealed road construction.

In 2015/16, due to Council resources being committed to unsealed road construction projects aligned with additional external funding such as double Roads to Recovery Funding and Fuel Excise Funding, Council outsourced, by way of a contract, some unsealed road construction requirements.

In the interest of efficiencies, the success of this approach will be reviewed / monitored to determine its viability for Council in the future.

Seawater Flooding Adaptation Pathways Study

In February 2015, Council engaged a consultant to undertake the Seawater Flooding Adaptation Pathways Study, a project jointly funded by the Commonwealth Natural Disaster Resilience Program, the Coastal Protection Board and Council.

The aim of the seven-month project was to identify the seawater flooding risks, assess current flood protection infrastructure and provide recommendations for future action to cater for seawater flooding at Port Clinton, Price, Pine Point (Billy Goat Flat) and Coobowie. The project also aimed to improve community awareness of the risks associated with current and future seawater flooding.

Recommendations from the Study, including adaptation options, will be considered, prioritised and funding opportunities investigated.

Walk the Yorke

The Walk the Yorke Leisure Trail (Walk the Yorke) began construction in August 2013 and was completed in December 2015. The project was jointly funded by the Australian Government (\$1.3 million), South Australian Government (\$90,000) and Yorke Peninsula Council (\$1.3 million).

Walk the Yorke is a continuous shared walking and cycling trail taking in over 500kms of Yorke Peninsula coastline. Walk the Yorke offers visitors the chance to experience spectacular rugged cliffs, amazing views, pristine beaches, secluded coves, rocky reefs and tidal pools, windswept sand dunes, samphire forests, historic lighthouses and provides views into some of Australia's most productive farming land, rich Aboriginal culture and endemic scrublands.

Walk the Yorke is a new tourism product that will entice visitors to the region. Tourism is emerging as a critical industry for the Yorke Peninsula and Walk the Yorke offers a new experience for visitors and has the opportunity to increase visitation through creating new complementary businesses.

The official opening of Walk the Yorke was held on Sunday 13 December 2015. Council, in partnership with Yorke Peninsula Tourism and the South Australian Tourism Commission, executed a marketing campaign via radio (Mix 102.3, Fiveaa and Cruise 1323), Facebook and Twitter to raise awareness of the new trail experience and the launch event.

The official opening was broken into three key events:

- a breakfast at Port Vincent Wharf, attended by 80 people;
- a public walk of over 4kms from the Wharf to the Port Vincent Golf Course, with 60 participants; and
- a Grand Opening and associated events including a local suppliers and services market at the Port Vincent Golf Course, attended by 400 people.

Walk the Yorke is designed to provide opportunities for a variety of visitors, from gentle strolls and rides to adventures requiring higher levels of fitness. Walk the Yorke is signposted with yellow markers (over 3,000) and follows natural, gravel and paved surfaces as well as beaches. Where trail conditions are not suitable, cyclists are diverted to roads. In addition, there are several facilities designed to enhance the user's experience; seating (bench seats, custom seats and picnic settings totalling 220), shelters (20), rainwater tanks (20), interpretive podium signage (210) and information signs (16) all form part of Walk the Yorke.

Walk the Yorke has since attracted many media visits, reaching national and international audiences.



Waste Management

Council (via contractors) continues to provide a kerbside waste and recycling collection service and Transfer Station outlets for waste and recycling material. Collection of green waste also forms part of the waste contract with townships serviced on a monthly basis.

Approximately 4149.89 tonnes of mixed waste was collected in 2015/16 with an estimated 1037.55 tonnes (25%) of recyclable material diverted from landfill. During this period approximately 1122.50 tonnes of green waste was collected and processed, with material utilised for rehabilitation purposes and community use.

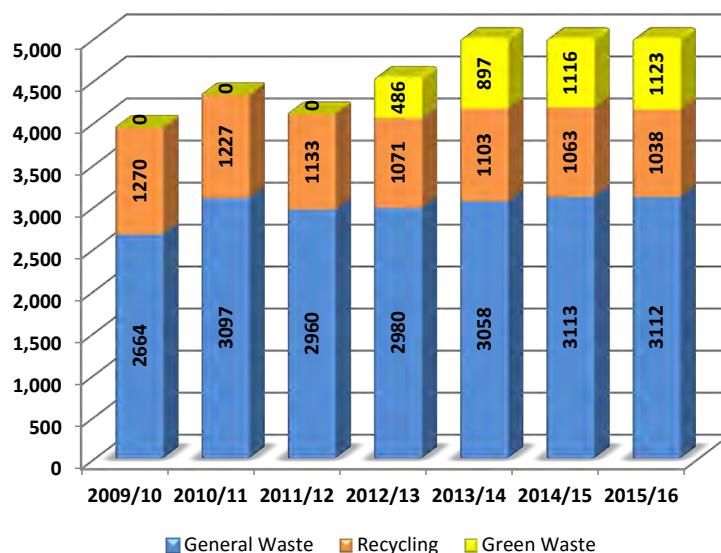


Figure 8: Comparative Breakdown of Waste Collection

The chart below outlines the breakdown of waste streams collected at Transfer Stations for the 2015/16 financial year. An aggregated total of 648.62 tonnes of material was received across the three (3) sites.

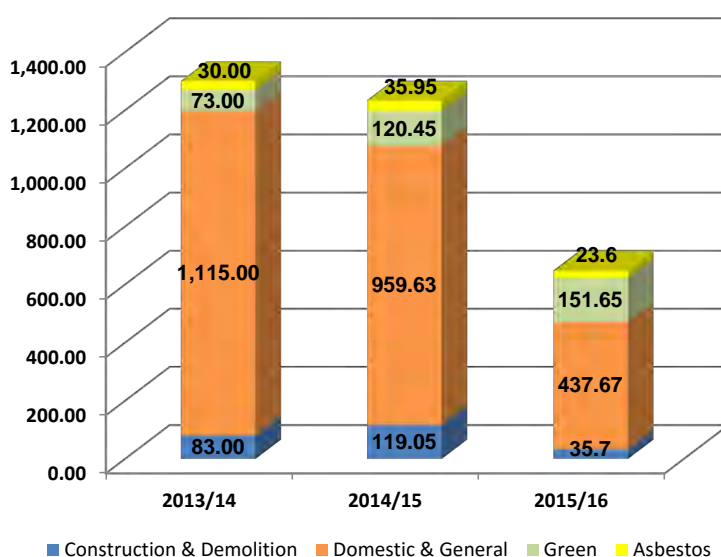


Figure 9: Breakdown of Tonnes Collected at Transfer Stations

Whale Memorial

On Monday 8 December 2014 a pod of seven female sperm whales (*Physeter macrocephalus*) became stranded and subsequently died on the beach at Ardrossan.

To commemorate this sad event on Tuesday 8 December 2015 Council officially opened a memorial for the whales at Parara Beach, just south of Ardrossan, which was chosen as the location as this is the site where six of the whales became stranded.

The opening was attended by delegates and those who assisted Council with the removal and burial of the whales and featured the unveiling of a plaque commemorating this sad event, as well as students from the Ardrossan Area School revealing their chosen names for these whales.

Following the opening guests were invited to attend a presentation by Dr Cath Kemper from the South Australian Museum.





2015 Carols by the Sea, Edithburgh

Community Grants

Council remains committed to assisting local groups through a series of grants and support programs. Each year Council sets aside annual funding totalling approximately one percent of the rates revenue for the current financial year.

The Community Grants program provides the opportunity for organisations to participate in and contribute to the community by funding projects, programs and activities which achieve recreation, culture, environmental, community, social development or welfare outcomes.

In 2015/16, 41 payments for Community Grants totalling \$152,194 were made to community groups and organisations. A detailed list of all funding recipients is provided in Table 11.

In addition to the Community Grants, Council also allocated \$51k to fund local Progress Associations, or similar, to assist them in the valuable work they do in maintaining the local facilities and services.

Council also has a small amount of discretionary funding for sponsorships and donations. In 2015/16 Council provided over \$8,000 in discretionary funding which included sponsorship for the 2015 State Ladies Bowls Prestige Medley, Yorkes Berry Bay Surf Jam, Point Pearce Netball team, 2016 Saltwater Classic, 2015 Celebration of Employment Awards and the Edithburgh Carols by the Sea.

Donations included support for 12 school awards and presentation nights, the Hannay Prize for the Warooka Primary School, the Minlaton Music Muster, the Ray Smith Tour of Minlaton (cycling), NAIDOC school initiatives and a men's health presentation.



2015 Carols by the Sea, Edithburgh

Organisation	Funding
Maitland Piston and Shooting Club	\$4,576
Ardrossan RSL	\$2,313
Edithburgh Golf Club	\$5,000
Edithburgh Institute Committee	\$5,000
Friends of Wauraltee	\$3,500
Rotary Club of Maitland	\$3,952
Warooka Bowling Club	\$2,984
Marion Bay Township	\$3,000
Port Victoria Progress Association	\$5,000
SA Sea Rescue Squadron	\$3,540
Point Turton Sailing Club	\$5,000
Maitland Bowling Club	\$4,770
Southern Yorke Peninsula Telecentre	\$2,200
Curramulka Cultural Heritage Group	\$4,500
Mission to Seafarers, Port Giles	\$3,090
Yorketown Cricket Club	\$5,000
Ardrossan Hockey Club	\$2,929
Scouts Australia	\$5,000
Royal Volunteer Coastal Patrol	\$2,420
Arthurton Bowling Club	\$2,977
Curramulka Community Club	\$5,000
Southern Yorke Peninsula Target Shooting Association	\$1,500
Yorketown Progress Association	\$5,000
Minlaton Tennis Club	\$990
Stansbury Golf Club	\$5,000
Pine Point Progress Association	\$965
Minlaton Bowling Club	\$5,000
Port Julia Progress Association	\$5,000
Minlaton Cricket Club	\$4,500
Port Clinton Progress Association	\$3,000
Clems Community Shed	\$5,000
Maitland APEX Club	\$5,000
Ardrossan & Districts Community Kindergarten	\$3,488
National Trust SA Minlaton Branch	\$5,000
Ardrossan Tidy Towns	\$4,000
CMS Crows Football & Netball Club	\$3,500
Port Vincent Sailing Club	\$5,000
Maitland Progress Association	\$4,500
Warooka Progress Association	\$2,000
Maitland & District Progress Association (RO from 2013/2014)	\$2,000
TOTAL	\$152,194

Table 11: Community Grant Recipients





Caravan Parks

2015/16 has been busy at our Council owned and operated caravan parks. There were changes of management at both Marion Bay and Yorketown Caravan parks. A number of significant improvements and infrastructure upgrades were completed throughout the parks including the installation of two Kangaroo Jumping Pillows and various items of play equipment to meet the growing consumer expectation of our parks.

Further infrastructure upgrades have been undertaken at the Black Point Caravan and Camping Ground, 'Harvey Reserve' with the installation of a new BBQ area and upgrade of the amenities facilities.

All Council Parks have now been accredited through the Caravan Industry Association of Australia and the accreditation process was followed by a visit by the Association's CEO and General Manager who spent two days touring the Region. There are further upgrades and infrastructure renewal projects planned for the coming financial year which will ensure Council owned and managed holiday parks remain



Port Vincent Foreshore Caravan Park

Financial Services

During 2015/16 the Financial Services team has continued their focus on development and improvement of systems, processes and internal controls. There has been an increased focus on financial governance especially in regard to long term financial sustainability and achievement of Council's Long Term Financial Plan (LTFP) objectives.

The team continues implementing process improvements resulting from Internal Audit recommendations and the demand for 'internal financial controls' that provide reasonable assurance that assets are safeguarded and our financial reporting is accurate and reliable.

Council adopted its ten year LTFP in March 2014 and the latest revision to the plan was adopted in May 2016. The objective of the LTFP is to ensure that Council remains financially sustainable and is able to provide at least the current level of services over the next 10 years.

Council has identified that its operating deficits and asset replacement levels have been below local government sector targets and the revised LTFP recognises the need for Council to remain financially viable whilst increasing its asset replacement programs.

The revised LTFP will see Council move closer to industry targets in relation to operating results and asset sustainability progressively over the next 10 year period.

The LTFP is also used as a tool to ensure that the impact in to the future of budget variations, and proposed new projects, are fully understood before any changes are adopted. This plan will be reviewed and released for public consultation as soon as practicable after the adoption of the Annual Business Plan for 2016/17 and finalisation and audit of the 2015/16 Annual Financial Statements.

Information Services

The Information Services team has maintained their focus on organisational improvement projects.

These projects included the transition to the new Maitland office, Council's website redevelopment, upgrades and improvement of mobility systems, upgrade of Council's phone system, ongoing hardware replacement and the procurement and implementation of an electronic document and records management system (EDRMS).

All of these projects have contributed to improved customer service for community interactions with Council.



Footprints by Rebecca Cook

Introduction

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Our Council

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Our Performance

Financials

Subsidiaries



Leisure Options

The Yorke Peninsula Leisure Options (YPLO) programme is now in its 14th year of service delivering centre-based activities, social support, and transport to people who have age related health issues, and for younger people with disabilities. The programme is delivered across the Yorke Peninsula local government area using community and Council facilities in the townships of Minlaton, Maitland, Yorketown, and Edithburgh.

Throughout the years of operation, YPLO has expanded and maintained its service provision through a range of partnerships and funding opportunities at the local, state and federal government level. Currently the Disability and Aged Care sectors are facing major reform through the introduction of social policy that recognises the diversity of needs for every individual.

Much of the focus throughout 2015/16 was on the changes to the National Disability Insurance Scheme (NDIS) and whether Council, through the YP Leisure Options programme, becomes a NDIS Service Provider. The Commonwealth Home Support Programme is funded federally until November 2018 – currently \$16,000 per annum for YPLO is proposed for the 2017/18 financial year.

Leisure Options services other core groups including:-

1. Aged Care clients (Commonwealth Home Support Programme) funded until November 2018 - \$42,000 in total for the period July 2015 to November 2018.
2. Clients under 64 years of age who meet the following criteria (this list is not exhaustive) currently funded through Home and Community Care (State) until June 2017 - \$91,000 per annum:
 - Socially isolated
 - Indigenous
 - Culturally and Linguistically diverse (CALD)
 - Mental health issues
 - Financial hardship (particularly people not in receipt of a pension/ unemployed)
 - Volunteering

The program currently has 75 clients. Three staff members and 15 volunteers undertake a range of tasks including group work facilitators, drivers, clerical duties and fundraising.

Service hours and trips assigned by the government funders were exceeded again last year, and the service delivered 1,561 hours of Social Support, 10,046 hours of centre-based care, and completed 3,239 trips transporting clients to and from locations.



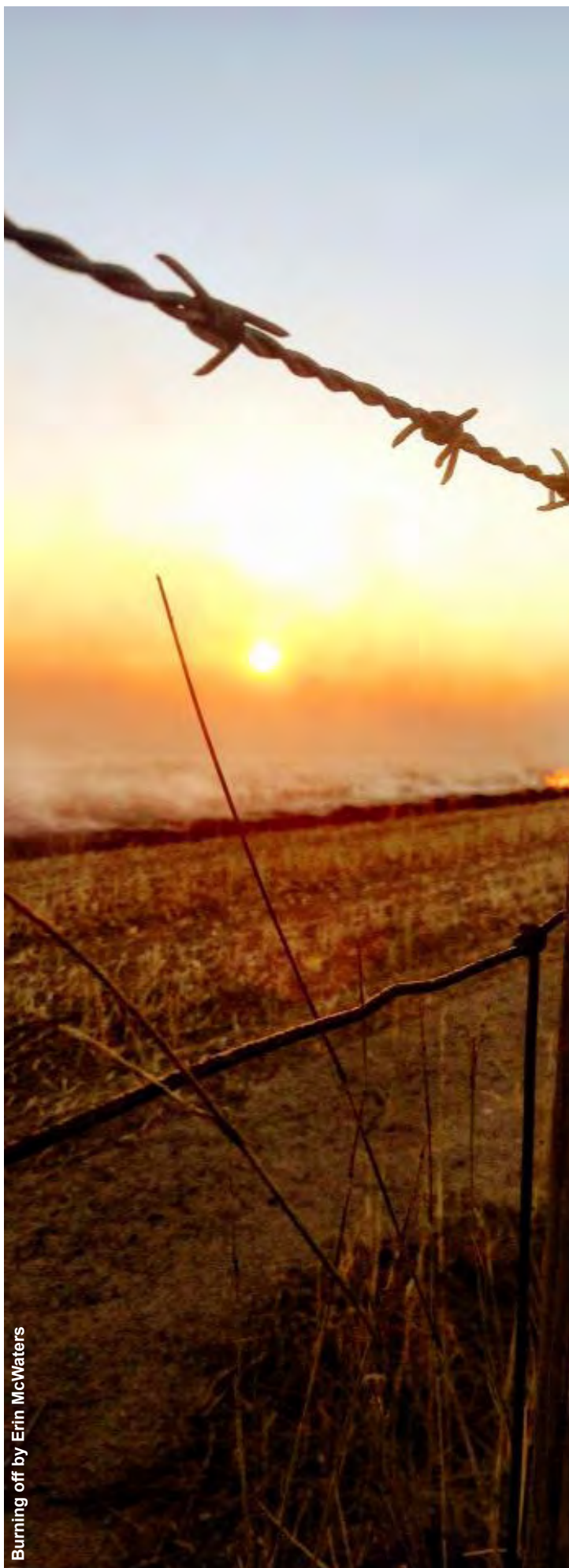
A Volunteer team of Drivers utilise the two YPLO buses with a capacity of 11 seats in each. The buses collect participants each day from their homes, or 'pick up stops' and will drive them to the activity location. Frequently volunteer drivers will join the Group Leaders to assist with Group activities and will commence the return trips taking participants home or to the 'drop off stop'. During the year the service made a total of 3,239 trips and journeys.

Group work is focused on social and recreational activities and includes:-

- Arts and crafts;
- Cooking;
- The Wood Shed;
- Fun and Games;
- The Men's Shed;
- Tree propagation;
- Living skills; and
- Christmas shopping trip and Christmas party.

Social Support provision, mostly delivered by staff, includes information provision, advocacy, assessment and referrals, transport assistance with shopping and medical appointments.





Burning off by Erin McWaters

Libraries

The Council and local communities, with support from the Libraries Board of South Australia and the Department for Education and Child Development (DECD), provide four main libraries on the Peninsula and Council is directly responsible for the eight ancillary depot libraries.

There has been an increased focus on the Joint Use Library Arrangement between DECD and Public Libraries which has seen Council participate in a series of reviews and pilot programs to review our current level of service provision to our community.

A survey of library patrons was undertaken and a comprehensive report subsequently provided. The four school community libraries continue to service eight library depots throughout the region and the survey highlighted the value of this service to our aged community members. Council is continuing to work with Public Libraries to ensure that Council continue to provide the best service possible within the finite resources and technologies available.

Tourism

Yorke Peninsula attracts approximately 1 million visitors to the whole region each year, which highlights the significance of tourism on local economic benefits and employment.

Council funds the Yorke Peninsula Tourism organisation, in conjunction with the District Council of the Copper Coast and the South Australia Tourism Commission.

Yorke Peninsula Tourism is charged with the responsibility of encouraging further investment and growth of tourism in our region and attracting visitors to the region – increasing awareness of Yorke Peninsula as a must see holiday destination.

Yorke Peninsula Tourism activities for 2015/16 include:-

- Generating significant media coverage
- Attending consumer shows
- Developing the YP Visitor Guide and YP Fishing Guide
- Destination development
- Digital development



Visitor Information Centre

Yorke Peninsula Visitor Centre (YPVC) continues to operate as an accredited visitor centre displaying the blue and yellow 'i' logo. This logo identifies us as part of the Australia wide network of visitor information centres, recognised and promoted on a national level.

The YPVC staff and volunteers continue to provide a high standard of customer service, welcoming visitors to Yorke Peninsula and encouraging them to stay longer in our part of the world. The YPVC operates with five volunteers and four staff members (1 x full time and 3 x part time).

The Visitor Information Services Coordinator attended the South Australian Visitor Information Centres Conference, held in the Murraylands tourism region in May 2016. As an accredited centre YPVC staff and volunteers are required to undertake 20 hours of training per year. This has included touring Innes National Park with the rangers and gaining familiarity with the camping sites; visiting various bush camp grounds; and travelling around the Peninsula gaining first-hand experience of local tourism operations.

The visitor centre's website continues to provide an opportunity to work with local operators, encouraging them to list with the Australian Tourism Data Warehouse (ATDW). This provides free marketing, with the potential for their listing to be distributed to numerous websites throughout Australia.

The website also promotes Walk the Yorke, with trail notes being regularly updated as feedback is received from locals and visitors alike who have completed the trail. The YPVC's annual visitation numbers are provided below.

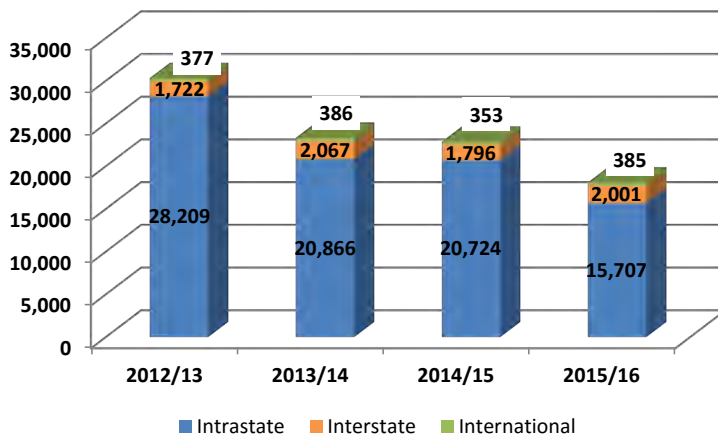
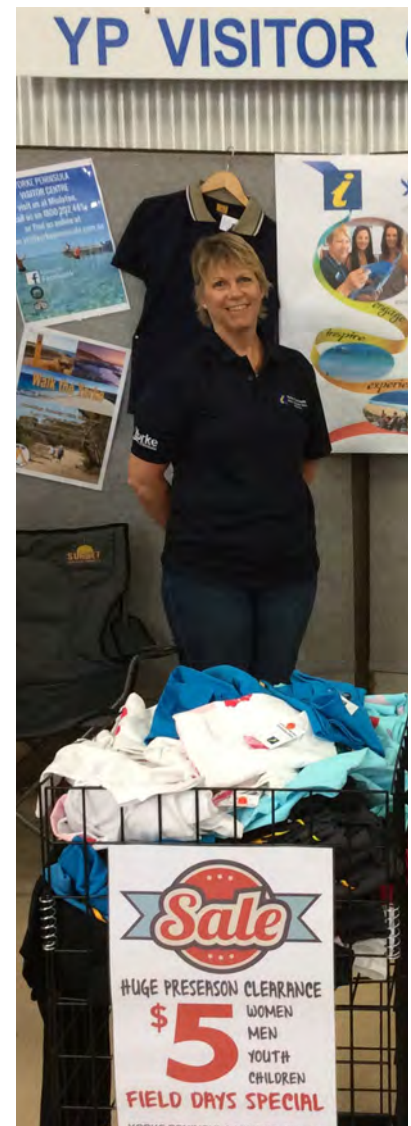


Figure 10: : Annual visitation to YPVC





Edithburgh Jetty

Access Advisory Committee

Membership of the Access Advisory Committee is comprised of a member from each Progress Association, two Councillors and Council staff. Annually, Council contributes \$20,000 towards access issues throughout the area.

Projects committed and completed during the 2015/16 financial year include: -

- Two footpath access ramps on Charles Street, Yorketown.
- Access Ramp at Yorketown Hospital.
- Access Ramp at Yorketown Senior Citizens Hall.
- Two footpath access ramps in Township of Price.
- Widening of the Edithburgh Memorial cross over ramp.
- Two access ramps in the Township of Port Clinton.
- Access ramp into the Port Vincent Institute
- Upgrade to the crossing in Main Street, Minlaton.
- Two wheel chair ramps at the Port Vincent wharf shelters.

Animal Management

Council's Animal Management Plan, adopted pursuant to the Dog and Cat Management Act, aims to encourage responsible pet ownership, where people and pets integrate safely and harmoniously within the community. The plan also recognises that companion animals are part of the community, contributing to quality of life.

Council is committed to ensuring that the needs of animals and their owners are accommodated while recognising the different needs of all members of the community and meeting legislative requirements.

Council received 2,745 dog registrations payments for 2015/16, generating an income of \$73,661. All income received from dog registrations is spent on dog management initiatives throughout the district.

The majority of cat complaints received by Council relate to feral / un-owned cats.

Boat Launching Facilities

Council owns and maintains 33 boat launching facilities, eight of which require a Boat Launch Permit or a daily ticket from a vending machine prior to their use, which generated \$144,303 during the 2015/16 financial year.

Regular patrols of the boat ramps show that only a very small percentage of users of the facilities do not have an appropriate permit/ticket to launch their boats. Those persons who launch their boats without a permit/ticket can now be issued with a \$100 Expiation Notice which generated \$800 in revenue.

Bush Camping

Council has fifteen dedicated locations for bush campers, all of which require a permit from Council prior to being used. A bush camping fee is charged for nine of these locations, which generated \$26,534 in the 2015/16 financial year.

Council Officers regularly patrol these locations to ensure campers have the appropriate permits, particularly during the extremely busy Christmas and Easter holiday periods.



Wauraltee Beach camping

Development Applications

The volume of development applications received during 2015/16 financial year was marginally lower than the previous year. Consequently, this also resulted in a 2.8% decrease in value of developments being approved by Council.

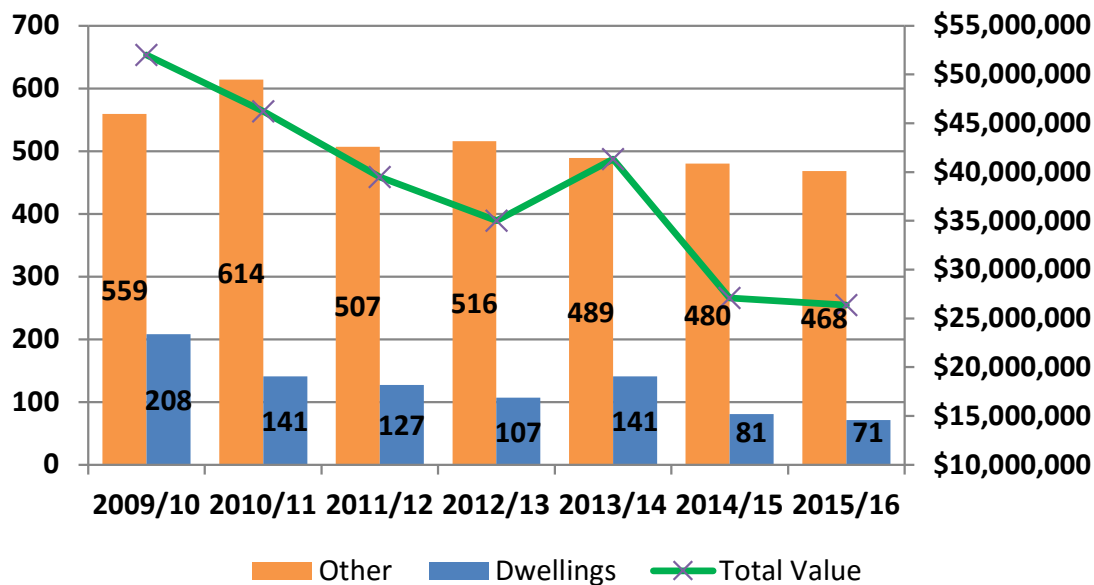


Figure 11: : Yearly Comparison of Development Applications by Type and Value



Edithburgh Town & Surrounds DPA

The Edithburgh Town and Surrounds Development Plan Amendment (DPA) was amended after consideration of submissions received from government agencies and the general public. The Plan went out for public consultation for a second time, with submissions required to be lodged with Council by 30 September 2016.

Balgowan Settlement DPA

The Balgowan Settlement DPA went through a public and state government agency consultation process and a summary of submissions received was considered by Council. Some minor amendments were approved by Council as a result of the submissions and the DPA was submitted to the Minister for Planning for approval.

Minor Amendments DPA

A minor amendments DPA was undertaken to correct several areas of duplication and inconsistency. This Plan is now finalised and the Development Plan updated and consolidated on 26 November 2015.

Sheoak Flat DPA

A Statement of Intent for the Sheoak Flat DPA, proposing land be rezoned from Coastal Conservation Zone to Rural Living Zone, was not supported by the Minister and the DPA has not been proceeded with.

Section 30 Review

Following the completion of the Section 30 Review, discussions have commenced with the Department of Planning, Transport and Infrastructure with the intent of pursuing a coastal areas DPA and a rural living areas DPA.



Fire Prevention

Council is part of the Yorke Peninsula Fire Ban District. Due to a warm spring and the lack of rain, the Fire Danger Season commenced two weeks earlier on 1 November 2015 and concluded at the end of April 2016.

200 Schedule 9 Permits were issued by Council staff for the 2016 Conditional Burning Season to farmers to burn off their land from 16 February to 30 April 2016. This is 45 less than the previous year. A condition of the permit is that they must contact Council prior to burning off. Council received 585 notifications to burn (approximately half the number received two years ago).

Fuel reduction notices are issued to protect property from fire and to reduce the likelihood of an outbreak or spread of a fire on the land. From time to time, it has been necessary for Council to engage contractors to reduce the fuel levels (as stipulated in the notice) and landowners are subsequently invoiced for the work. The property inspections went well during the start of the Fire Danger Season with a new computer system. 1,463 notices were sent out to landholders to reduce the fire hazard on their properties. This was 160 more than the previous year. Council engaged the services of a contractor to mow 17 allotments as a result of non-compliance which was half that of the previous season.

Food Safety

Council's Environmental Health Officer (EHO) conducts routine inspections of food businesses to ensure compliance with the Food Standards under the Food Act 2001. Routine inspections seek to ascertain the knowledge and skill level of the persons involved in food preparation and sale, along with the general cleanliness and suitability of the premises.

The EHO also deals with food complaints from the public; such complaints may be about the quality or safety of food for sale, observed food handling practices or other related matters that concern a consumer. Food recalls are brought to the attention of the EHO via emails from the Department of Health and if requested, the EHO may check food premises shelves to ensure the implicated food has been removed from sale.

Food safety training can also be undertaken by the EHO, especially for volunteer groups that may not be able to cover the cost of accredited training.



Minlacowie by Robyn Clasohm



Legionella

Legionnaires' disease (Legionellosis) is a serious and sometimes fatal form of pneumonia caused by the bacteria Legionella. Legionella bacteria are found naturally in the environment and thrive in warm water and warm damp places. They are commonly found in bodies of water, soil and potting mix.

People most at risk of getting sick from the bacteria are older people (usually 50 years of age or older), people who are current or former smokers, those who have a chronic lung disease (like emphysema) and people who have weak immune systems from diseases like cancer, diabetes, or kidney failure.

People usually get Legionnaires' disease by breathing in Legionella bacteria in very fine droplets of water called aerosols. Such aerosols are often associated with cooling towers and warm water systems. In the Yorke Peninsula Council district three sites at which warm water systems are in place have been registered with Council and annual audit reports of the systems are received.

Limited Liquor Licences

Throughout the year Council receives several requests for limited liquor licences and/or the extension to existing liquor licences for some premises. During the 2015/16 financial year Council gave support to 19 requests for a limited liquor licence. The licences were granted for events on both Council owned property and privately owned premises.

Public Health

The South Australian Public Health Act 2011 charges Councils with the responsibility of preserving, protecting and promoting public health within its area. To this end EHOs may receive complaints from community members about matters they perceive as a public health risk. The EHO needs to investigate and consider if there is a risk to public health and what action needs to be taken to alleviate it. During the reporting period complaints have been received concerning the risk from:

- Offensive Odours
- Overgrowth of vegetation and potential fire hazard
- Illegal wastewater discharge
- Noise
- Living conditions
- Failing effluent disposal systems
- Vermin
- Water quality



Swimming Pools

Council has 5 swimming pools and 2 toddler wading pools associated with tourist accommodation that are monitored during the summer season to ensure good standards of hygiene and disinfection are maintained.

Waste Control Systems

Council received 123 applications for waste control systems during this reporting period. Such applications cover:

- Local sewer schemes
- Common wastewater management schemes
- On-site disposal via septic tank and soakage bed/soakage trenches
- On-site disposal via aerobic systems that incorporate dedicated irrigation areas, including pressure dosed soakage bed systems. These can be particularly useful for small blocks, difficult sites and properties within 100m of the coast.
- Off-site disposal of effluent via a holding tank for properties within 100m of the high water mark (sensitive coastal zone) – holding tanks are not allowed for new developments and are only considered for particular locations.

Officers attempt to inspect all installations at least once; further inspections may be required depending on the extent of the on-site works.



Yorke Peninsula Building Fire Safety Committee

Council's Building Fire Safety Committee has the responsibility for matters relating to section 71 of the Development Act 1993, which requires public buildings to be compliant with building, fire and safety requirements.

For 2015/16 the committee has convened four times and undertaken the following:

- 19 fire safety audit inspections, covering 16 premises
- Issued reports to building owners identifying inadequate fire safety standards or equipment
- Assisted building owners or occupiers with cost effective solutions to reduce fire risks
- Followed up inspections to ensure fire safety issues were addressed

One notice pursuant to section 71 of the Development Act 1993 has been issued during the period and two (2) notices remain in force from the previous financial year.

Our Performance



Adjahdura Cultural Tours

The Yorke Peninsula Council's 2015/16 Annual Business Plan identified a range of budgeted operating and capital projects. The table below highlights the performance against actual expenditure for the year.

Projects	2015/16 Actual Expenditure	2015/16 Adopted Budget	\$ Variance	% Variance
Public Infrastructure				
Disability Access	15,944	20,000	-4,056	-20%
Cemeteries	2,727	0	2,727	100%
Formby Bay Infrastructure (75% grant funded)	0	80,000	-80,000	-100%
Landfill Rehabilitation	11,527	25,000	-13,473	-54%
Leisure Options Building Upgrades	3,635	5,000	-1,365	-27%
Minlaton Airstrip Upgrade	29,475	0	29,475	100%
Minlaton Concept Plan (50% community funded)	0	30,000	-30,000	-100%
Port Vincent Open Space	16,244	0	16,244	100%
Weaners Flat Reserve Long Vehicle Parking and Dump Point	0	17,000	-17,000	-100%
Transportation Infrastructure and Footpaths				
Accelerated Patch Sheeting	150,532	0	150,532	100%
Accelerated Road Renewal (additional injection)	489,434	3,000,000	-2,510,566	-84%
Footpath adjacent Edithburgh Caravan Park	4,782	5,000	-218	-4%
Footpath - Ardrossan Caravan Park	12,320	0	12,320	100%
Footpath - Fifth Street Ardrossan	16,730	18,000	-1,270	-7%
Footpath - Harry Butler Memorial	4,247	0	4,247	100%
Footpath outside Edithburgh Deli and Newsagency	14,987	20,000	-5,013	-25%
Footpath—Maitland	30,909	50,000	-19,091	-38%
Footpath - Robert Street, Maitland	13,100	0	13,100	100%
Kerbing - Junction Road, Maitland	3,150	0	3,150	100%
Parson Road Land Acquisition	13,240	0	13,240	100%
Paving - Port Victoria	5,016	0	5,016	100%
Reseal Allocation	93,928	130,000	-36,072	-28%
Rubble Raising	310,983	200,000	110,983	55%
Sealed - Clinton Road	2,328,106	1,124,000	1,204,106	107%
Sealed - Fourth Street Arthurton	45,034	80,003	-34,969	-44%
Sealed - Bramley Road Edithburgh	76,702	79,069	-2,367	-3%
Unsealed - Brutus Road	168,078	184,430	-16,352	-9%
Unsealed - Cutline Road	57,206	67,322	-10,116	-15%
Unsealed - Daly Head Road	198,820	219,206	-20,386	-9%
Unsealed - Dump Road	122,312	137,017	-14,705	-11%
Unsealed - Harmer Road	0	88,996	-88,996	-100%
Unsealed - McCauley Road	0	116,752	-116,752	-100%
Unsealed - McFarlane Road	54,340	76,800	-22,460	-29%
Unsealed - Nalyappa Road	111,186	123,880	-12,694	-10%

Projects	2015/16 Actual Expenditure	2015/16 Adopted Budget	\$ Variance	% Variance
Transportation Infrastructure and Footpaths				
Unsealed - North South Road	0	111,398	-111,398	-100%
Unsealed - Old Coast Road	150,119	156,316	-6,197	-4%
Unsealed - Old Port Vincent Road	162,697	175,749	-13,052	-7%
Unsealed - Polkinghorne Road	58,617	89,997	-31,380	-35%
Unsealed - Saint Road	87,660	101,002	-13,342	-13%
Unsealed - Recluse Road	76,810	95,375	-18,565	-19%
Unsealed - South Coast Road	236,366	189,949	46,417	24%
Unsealed - Waterloo Bay Road	34,244	50,129	-15,885	-32%
Unsealed - Wattle Point Road	64,250	84,564	-20,314	-24%
Unsealed - Weavers Road North	109,860	111,660	-1,800	-2%
Stormwater				
Edithburgh	0	40,000	-40,000	-100%
Minlaton	18,665	27,500	-8,835	-32%
Community Wastewater Management Systems				
Various Schemes	259,460	270,000	-10,540	-4%
Water Schemes				
Hardwicke Bay	13,475	14,000	-525	-4%
Marion Bay	28,039	13,000	15,039	116%
Council Buildings				
Public/Disabled Toilet—Port Clinton	33,861	35,000	-1,139	-3%
Public Toilet—Berry Bay	51,816	45,000	6,816	15%
Tourism Infrastructure				
Visitor Information Centre Point of Sale and Visual Merchandising	9,422	22,000	-12,578	-57%
Tourist Photographic Scenic Frames	18,555	15,000	3,555	24%
Caravan Parks				
Marion Bay Caravan Park - Various	94,660	162,000	-67,340	-42%
Port Vincent Caravan Park - Various	192,947	33,000	159,947	485%
Point Turton Caravan Park	110,291	105,000	5,291	5%
Yorke town Caravan Park	8,147	10,000	-1,853	-19%
Other Caravan Parks - Various	41,611	25,000	16,611	66%
Foreshore				
Blue Bay step construction	23,947	0	23,947	100%
Boat ramp capital	27,422	0	27,422	100%
Marion Bay Boat Ramp Feasibility Study (50% Grant Funded)	0	100,000	-100,000	-100%
Point Souttar beach access	21,676	0	21,676	100%
Port Vincent Foreshore capital	18,602	0	18,602	100%
Rogues Point Seawall	77,501	0	77,501	100%
Walk the Yorke (grant funding \$400,000)	852,445	800,000	52,445	7%

Projects	2015/16 Actual Expenditure	2015/16 Adopted Budget	\$ Variance	% Variance
Halls				
Maitland Town Hall Concrete Cancer	222,970	270,000	-47,030	-17%
Minlaton Town Hall – Salt Damp	16,545	24,000	-7,455	-31%
Town Hall Upgrades - Other	19,950	0	19,950	100%
Machinery				
Equipment – Minor Plant	38,909	30,000	8,909	30%
Plant and Machinery Purchases	1,398,155	1,233,000	165,155	13%
Administration				
Admin Vehicle Replacements	438,009	396,000	42,009	11%
Business Improvement Infrastructure	0	25,000	-25,000	-100%
Council Telephone System	74,226	77,000	-2,774	-4%
Electronic Document Management System	174,725	175,000	-275	0%
Equipment – Computer and Software	206,178	159,500	46,678	29%
Equipment - Office	60,483	15,000	45,483	303%
Office Expansion	143,172	178,789	-35,617	-20%
TOTAL	10,081,181	11,363,403	-1,282,222	-11%

Table 12: Actual Business Plan Performance vs. Budgeted

As at 30 June 2016 Table 11 indicates an underspend for the year. However, within the table it identifies a number of positive and negative variances for a range of reasons. Specifically these were:-

- A number of planned road projects were put on hold whilst staff and allocated funds were diverted into the Clinton Road Project.
- Funds from the road projects that were put on hold were also diverted into the accelerated patch sheeting project.
- Blue Bay step construction and Point Souttar beach access - Additional State Government Grant Funding received.
- The Marion Bay Boat Ramp project has been carried forward to the 2016/17 financial year.
- Council applied for a grant for the Minlaton Township Concept Plan but was unsuccessful therefore the project has been deferred.

Budget allocations are reviewed every quarter as required by Council's PO142 Budget Reporting and Amendment Policy, with all changes submitted to Council for endorsement.

Whilst every care is taken in developing Council's Annual Business Plan other priorities will always emerge throughout the course of the year that take precedence.

In addition, this Council continually seeks to attract additional grant funding in order to implement key projects for the benefit of the community without any additional burden on our rate payers. Therefore, when Council is successful in obtaining additional grant funding during the year, all planned projects must be re-prioritised due to the limited resources available to carry out the works.



Maitland canola

The Yorke Peninsula Council's Strategic Management Plan (the Plan) provides the foundation for Council to plan for the future. The Plan outlines priorities and sets out what must be achieved. The Plan was last reviewed and updated in October 2013.

In June 2015 Council endorsed a framework for the development of the 2016-2020 Strategic Management Plan. The framework allowed the Plan to be developed incrementally in defined stages thereby allowing multiple opportunities for the community to be involved.

As outlined on page XX a new Plan was developed throughout 2015/16 which came into effect on 1 July 2016.

The following table outlines Council's final performance in delivering against the goals of the previous plan.

Legend				
✓	Completed	●	On Hold / Deferred	😊
			Ongoing activity	—
				Not completed



Strategies	Performance Measures	Status
Goal 1 – Sustainable Infrastructure		
1.1 Provide infrastructure assets that are sustainable and safe	Public Consultation undertaken on the Draft Transport Plan and the Plan finalised and implemented by June 2014	✓
	Remaining Asset Management Plans, including transfer station, boat launching facility, land, water infrastructure and plant/machinery/equipment plans finalised and implemented by June 2014	—
	Rationalisation program developed and implemented for identified roads by 2015	✓
	Ongoing - Number of initiatives collaboratively established, planned and managed with the State Government to improve the quality of arterial roads	😊
1.2 Effective expansion of water and power supplies	Ongoing - Number of initiatives to improve water and power infrastructure delivery	😊
Goal 2 – Progressive and Sustainable Development		
2.1 Streamlined Development Assessment Process	Efficient, streamlined and customer-focussed development application processes developed and implemented by February 2014	✓
	Zone boundary reviews undertaken and incorporated into revised Development Plan Amendment - Maitland, Minlaton, Warooka & Yorketown by March 2014	✓
Goal 3 – Our Economy		
3.1 Sustainable economic growth	Ongoing - Number of joint initiatives that support tourism and business growth	😊
	Ongoing - Number of joint initiatives that support the development of indigenous tourism	😊
	Initiatives that will assist the development of sustainable agricultural industry are identified in a Service Agreement between Council and Regional Development Australia Yorke and Mid North by March 2014	✓
	Ongoing - Increase in the number of joint initiatives for economic development	😊
3.2 Increase access to employment opportunities for our communities	Ongoing - Work with Regional Development Australia Yorke and Mid North, major industries and businesses to undertake a study to identify skills required to support business needs	😊
	Ongoing - Number of joint initiatives developed that will enhance skills, development in tourism, agriculture and business.	😊
Goal 4 – Economical Growth through Sustainable Industrial Development		
4.1 Manage the impact of major industry and business growth on Council assets and Infrastructure	Ongoing - Number of strategies collaboratively developed to facilitate improvement to roads, drainage and other infrastructure required to support major industry through consultative processes.	😊
	Ongoing - additional financial resources required to manage the increased costs associated with the establishment of mining and other major industry identified based on market pressures and development time frames.	😊
4.2 Encourage and advocate for infrastructure to support major industry growth on the Yorke Peninsula	Ongoing - Number of initiatives collaboratively established, planned and managed that focus on lobbying State and Federal Governments for transport infrastructure.	😊
	Ongoing - Number of transport corridors collaboratively identified, planned, established and managed that will facilitate freight movements and provide ready access to Ports.	😊
	Ongoing - Number of new industries established on the Yorke Peninsula.	😊
4.3 Realise the benefits for our Community created through major industry and business growth	Ongoing - Number of training and skill initiatives developed in partnership with Regional Development Australia Yorke and Mid North.	😊
	Ongoing - Number of local people employed by major industries and new business.	😊
	Ongoing - Number of programs provided to support community groups, programs and social infrastructure. Social infrastructure, supporting all age groups within the community, delivered	😊

Sustainable Communities

Introduction

Overview

Our Council

Our Organisation

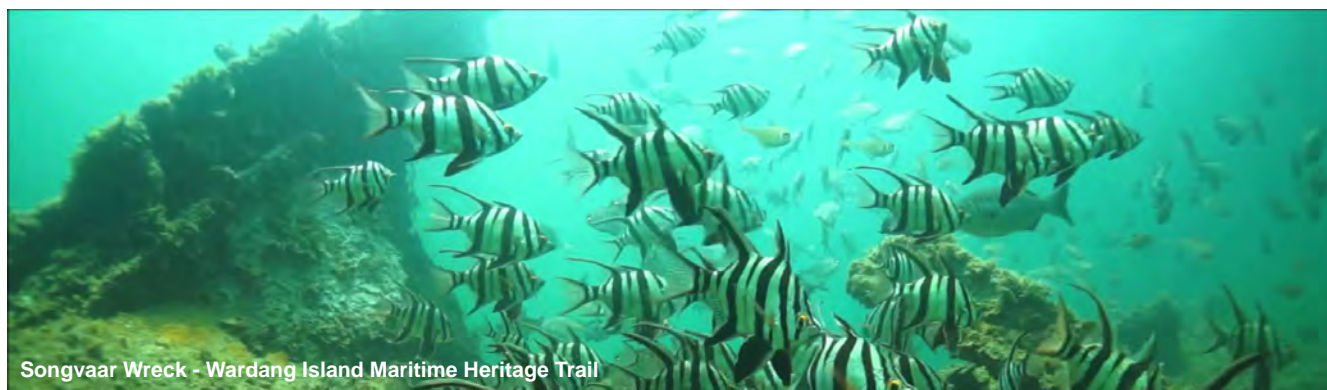
Our Performance

Financials

Subsidiaries

	Strategies	Performance Measures	Status
Corporate Governance & Leadership	Goal 1 – Progressive Communities through Strategic Planning		
	1.1 Strong, proactive leadership	Current and relevant strategic plans and policies in place	😊
	1.2 Knowledgeable and skilled decision makers	Fully developed Training Needs Analysis and integrated Training Plan in place through up to date induction documentation and performance reviews	😊
	Goal 2 – Organisational Efficiency and Resource Management		
	2.1 Financially sustainable organisation	Ongoing - Alternative income streams identified and incorporate into Council's Long Term Financial Plan	✓
	2.2 Efficient, effective and professional organisation	Long term financial plan reviewed by April 2014	✓
		Ongoing - Number of joint initiatives with neighbouring councils and the YP Alliance identified to improve our effectiveness	😊
	2.3 Meet all legislative and compliance responsibilities	Council presented with office accommodation solution options by December 2013	✓
	2.4 Effective Risk Management	Process developed and implemented by December 2013 to continually monitor and evaluate new legislation, compliance requirements and the impact on the Council	✓
		Review of the 2012-2015 Strategic Risk Management Plan by December 2013	✓
Community Engagement	Goal 1 – Vitality and Connection		
	1.1 Develop and facilitate ongoing partnerships and relationships with Progress Associations, Tidy Towns and other key community groups	Communication strategy developed, including a process for regular, credible reporting to the community and implemented by December 2013	✓
		Successful annual youth event	✓
	1.2 Offer a range of accessible community facilities, programs, events and activities	Current policies, procedures and processes in place that meet the needs of the community	😊
	1.3 Encourage and support our community in artistic, cultural and creative pursuit	Strategy to advance arts and culture in our district by July 2014	●
	Goal 2 – Sense of Ownership		
	2.1 Our communities are well informed	Feedback from the annual Community Satisfaction Survey.	●

Table 13: Strategic Plan Performance



The following table demonstrates Yorke Peninsula Council's compliance with the Local Government Act 1999 (SA) and the Local Government Regulations.

Local Government Act			
Requirement	Title	Page	Met
S128 (9)	Information on the remuneration payable to its auditor for work performed during the relevant financial year, distinguishing between-	100	✓
(a & b)	<ul style="list-style-type: none"> • Remunerations payable for the annual audit of the council's financial statements; and • Other remuneration; 		
	If a person ceased to be the auditor of the council during the relevant financial year, other than by virtue of the expiration of his or her term of appointment and not being reappointed to the office – the reason or reasons why the appointment of the council's auditor came to an end.	N/A	N/A
S131	<p>Annual Report to be prepared and adopted by 30 November in each year relating to the operations of the council for the financial year ending in the preceding 30 June. The Council must provide a copy of its Annual Report to:</p> <ul style="list-style-type: none"> • Each member of Council; • Presiding Member of both Houses of Parliament. <p>Council must make copies available for inspection on Council's website and principal office. Members of the public may purchase a hard copy from the Council's principal office (Maitland).</p>	N/A	✓
Schedule 2			
S12	Subsidiaries: A report including audited financial statements must be incorporated into the Yorke Peninsula Council's Annual Report.	N/A	N/A
S28	Regional Subsidiaries: A report including audited financial statements must be incorporated into the Yorke Peninsula Council's Annual Report.	133	✓
Schedule 4			
1(a)	Audited financial statements of the Council for the relevant year.	83	✓
1(b)	A list of registers that are required to be kept under the Local Government Act 1999 and the Local Government (Elections) Act 1999.	30	✓
1(c)	A list of codes of conduct or practice required under the Local Government Act 1999 and the Local Government (Elections) Act 1999.	30	✓
1(f)	Information on the allowances paid to members of the council or council committees.	25	✓
1(g)	Information on the number of senior executive officers and information on the kinds of allowances, bonuses and benefits that are made available to those officers as part of a salary package.	37	✓
1(ga)	A report on the use of sections 90(2) and 91(7) by the council and its council committees containing the information required by the regulations.	20	✓
1(gb)	A report on the applications made to the council under the Freedom of Information Act 1991 during the relevant financial year containing the information required by the regulations.	32	✓
1(h)	<p>A statement of-</p> <ol style="list-style-type: none"> 1. The council's representation quota; and 2. The average representation quota for council of a similar size and type; and 3. When the council next intends to conduct a review under Chapter 3 Part 1 Division 2; and 4. The procedures that are available under Chapter 3 for electors to make submissions on representation under this Act. 	33	✓

Local Government Act

Requirement	Title	Page	Met
2(a)	The council's performance in implementing its strategic management plans during the relevant financial year, and the council's projections and targets under its plan for the next financial year.	76	✓
2(ab)	The council's performance against its annual business plan for the relevant financial year.	73	✓
2(b)	The extent to which activities for the council have been subjected to competitive tender or other measures to ensure services are delivered cost-effectively, and the extent (if any) to which the council has pursued policies for purchasing local goods and services.	35	✓
2(c)	The decision-making structure of the council.	19	✓
2(ca)	The training and development activities for members of the council during the relevant financial year.	24	✓
2(d)	The implementation of equal opportunity programs, and other human resource management or development programs, during the relevant financial year.	42	✓
2(e)	The progress of the council in preparing or finalising any management plans for community land required under the Chapter 11.	34	✓
2(f)	Other matters prescribed by the regulations.	N/A	✓

Local Government (General) Regulations

S10	(1) Pursuant to section 131(5)(b) of the Act, the South Australian Local Government Grants Commission is a prescribed body. (2) For the purposes of section 131(5) of the Act, the relevant day by which an annual report must be submitted is 31 December in the financial year immediately following the end of the financial year to which the annual report relates.	N/A	✓
S35(1)	For the purpose of clause 1(ga) of Schedule 4 of the Act- (a) In the case of a report on the use of section 90(2) of the Act, the following information is required: 1. The total number of orders made under that subsection in the financial year; 2. The date and subject of each order within the ambit of subparagraph (i); 3. In relation to each paragraph ((a) to (n)) of section 90(3) of the Act- the number of times in the financial year that an order made under section 90(2) was made on the basis that the information or matter fell within the ambit of the paragraph; and (b) In the case of a report on the use of section 91(7) of the Act, the following information is required: 1. The total number of orders made under that subsection in the financial year; 2. The number of orders made under that subsection that expired, ceased to apply or were revoked during the year; 3. The number of orders made under that subsection that remained operative at the end of the financial year (but not including orders made before 15 November 2010); 4. The date and subject of each order within the ambit of subparagraph (i) or (iii).	28	✓
S35(2)	Pursuant to clause 1(i) of Schedule 4 of the Act, the report required under section 270(8) is prescribed, being:- S270 "Procedures for review of decisions and requests for services": (8) A council must, on an annual basis, initiate and consider a report that relates to- (a) the number of applications for review made under this section; and (b) the kinds of matters to which the applications related; and (c) the outcomes of the applications under this sections; and (d) such other matters as may be prescribed by the regulations.	26	✓

Table 14: Annual Reporting Legislative Requirements



Financial Statements



Saltwater Classic, Port Vincent

Yorke Peninsula Council

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2016



Yorke Peninsula Council

General Purpose Financial Statements for the year ended 30 June 2016

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Yorke Peninsula Council

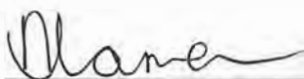
General Purpose Financial Statements for the year ended 30 June 2016

Certification of Financial Statements

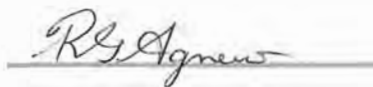
We have been authorised by the Council to certify the financial statements in their final form.

In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards,
- the financial statements present a true and fair view of the Council's financial position at 30 June 2016 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Council's accounting and other records.



Andrew Cameron
CHIEF EXECUTIVE OFFICER



Ray Agnew
MAYOR

Date: 9th November 2016

Statement of Comprehensive Income
for the year ended 30 June 2016

\$ '000	Notes	2016	2015
Income			
Rates Revenues	2a	19,998	19,110
Statutory Charges	2b	391	391
User Charges	2c	2,961	2,866
Grants, Subsidies and Contributions	2g	3,070	4,227
Investment Income	2d	213	184
Reimbursements	2e	780	610
Other Income	2f	143	351
Total Income		27,556	27,739
Expenses			
Employee Costs	3a	8,136	8,006
Materials, Contracts & Other Expenses	3b	11,701	12,599
Depreciation, Amortisation & Impairment	3c	9,513	8,511
Finance Costs	3d	476	300
Total Expenses		29,826	29,416
Operating Surplus / (Deficit)		(2,270)	(1,677)
Asset Disposal & Fair Value Adjustments	4	(4,111)	(693)
Amounts Received Specifically for New or Upgraded Assets	2g	1,968	1,204
Physical Resources Received Free of Charge	2i	100	-
Net Surplus / (Deficit) ¹		(4,313)	(1,166)
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in Revaluation Surplus - I,PP&E	9a	(35,118)	12,390
Impairment (Expense) / Recoupments Offset to Asset Revaluation Reserve	9a	-	(2,042)
Total Other Comprehensive Income		(35,118)	10,348
Total Comprehensive Income		(39,431)	9,182

¹ Transferred to Equity Statement

The above statement should be read in conjunction with the accompanying Notes and Significant Accounting Policies.

Statement of Financial Position

as at 30 June 2016

\$ '000	Notes	2016	2015
ASSETS			
Current Assets			
Cash and Cash Equivalents	5a	6,957	7,469
Trade & Other Receivables	5b	1,313	1,315
Inventories	5c	980	777
Total Current Assets		9,250	9,561
Non-Current Assets			
Financial Assets	6	783	372
Infrastructure, Property, Plant & Equipment	7a	294,516	333,890
Total Non-Current Assets		295,299	334,262
TOTAL ASSETS		304,549	343,823
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8a	1,448	2,497
Borrowings	8b	642	543
Provisions	8c	1,650	1,622
Total Current Liabilities		3,740	4,662
Non-Current Liabilities			
Borrowings	8b	7,980	7,047
Provisions	8c	642	496
Total Non-Current Liabilities		8,622	7,543
TOTAL LIABILITIES		12,362	12,205
Net Assets		292,187	331,618
EQUITY			
Accumulated Surplus		(8,841)	(4,594)
Asset Revaluation Reserves	9a	300,337	335,455
Other Reserves	9b	691	757
Total Council Equity		292,187	331,618

The above statement should be read in conjunction with the accompanying Notes and Significant Accounting Policies.

Statement of Changes in Equity

for the year ended 30 June 2016

\$ '000	Notes	Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	Total Equity
2016					
Balance at the end of previous reporting period		(4,594)	335,455	757	331,618
a. Net Surplus / (Deficit) for Year		(4,313)	-	-	(4,313)
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	(35,118)	-	(35,118)
Other Comprehensive Income		-	(35,118)	-	(35,118)
Total Comprehensive Income		(4,313)	(35,118)	-	(39,431)
c. Transfers between Reserves		66	-	(66)	-
Balance at the end of period		(8,841)	300,337	691	292,187
2015					
Balance at the end of previous reporting period		(3,388)	325,107	717	322,436
a. Net Surplus / (Deficit) for Year		(1,166)	-	-	(1,166)
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	12,390	-	12,390
- IPP&E Impairment (Expense) / Recoupments Offset to ARR	7a	-	(2,042)	-	(2,042)
Other Comprehensive Income		-	10,348	-	10,348
Total Comprehensive Income		(1,166)	10,348	-	9,182
c. Transfers between Reserves		(40)	-	40	-
Balance at the end of period		(4,594)	335,455	757	331,618

The above statement should be read in conjunction with the accompanying Notes and Significant Accounting Policies.

Statement of Cash Flows

for the year ended 30 June 2016

\$ '000	Notes	2016	2015
Cash Flows from Operating Activities			
<u>Receipts</u>			
Rates Receipts		19,940	19,096
Statutory Charges		391	391
User Charges		2,961	2,866
Grants, Subsidies and Contributions (operating purpose)		3,070	4,227
Investment Receipts		213	184
Reimbursements		780	610
Other Receipts		265	110
<u>Payments</u>			
Payments to Employees		(8,296)	(7,828)
Payments for Materials, Contracts & Other Expenses		(12,650)	(12,202)
Finance Payments		(476)	(300)
Net Cash provided by (or used in) Operating Activities	11b	6,198	7,154
Cash Flows from Investing Activities			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets		1,968	1,204
Sale of Replaced Assets		480	387
Repayments of Loans by Community Groups		75	66
<u>Payments</u>			
Expenditure on Renewal/Replacement of Assets		(5,095)	(4,864)
Expenditure on New/Upgraded Assets		(4,653)	(4,405)
Loans Made to Community Groups		(520)	-
Net Cash provided by (or used in) Investing Activities		(7,745)	(7,612)
Cash Flows from Financing Activities			
<u>Receipts</u>			
Proceeds from Borrowings		1,630	6,000
Proceeds from Bonds & Deposits		3	2
<u>Payments</u>			
Repayments of Borrowings		(598)	(682)
Net Cash provided by (or used in) Financing Activities		1,035	5,320
Net Increase (Decrease) in Cash Held		(512)	4,862
plus: Cash & Cash Equivalents at beginning of period	11	7,469	2,607
Cash & Cash Equivalents at end of period	11	6,957	7,469

The above statement should be read in conjunction with the accompanying Notes and Significant Accounting Policies.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

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Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted by Council in the preparation of these consolidated financial statements are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of Preparation

1.1 Compliance with Australian Accounting Standards

This general purpose financial report has been prepared in accordance with Australian Accounting Standards as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Interpretations and relevant South Australian legislation.

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011* dated.

1.2 Historical Cost Convention

Except as stated below, these financial statements have been prepared in accordance with the historical cost convention.

1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying Council's accounting policies.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of these Notes.

1.4 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars (\$'000).

2 The Local Government Reporting Entity

Yorke Peninsula Council is incorporated under the South Australian *Local Government Act 1999* and has its principal place of business at 8 Elizabeth Street, Maitland. These financial statements include the Council's direct operations and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

3 Income Recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Council obtains control over the assets comprising the income, or when the amount due constitutes an enforceable debt, whichever first occurs.

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are disclosed in these notes. Also disclosed is the amount of grants, contributions and receivables recognised as incomes in a previous reporting period which were obtained in respect of the Council's operations for the current reporting period.

In recent years the payment of untied financial assistance grants has varied from the annual allocation as shown in the table below:

	Cash Payment Received	Annual Allocation	Difference
2013/14	\$995,649	\$2,209,962	-\$1,214,313
2014/15	\$3,417,961	\$2,239,436	+\$1,178,525
2015/16	\$1,063,202	\$2,235,365	-\$1,172,163

Because these grants are untied, the Australian Accounting Standards require that payments be recognised upon receipt.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

Accordingly, the operating results of these periods have been distorted compared to those that would have been reported had the grants been paid in the year to which they were allocated.

The Operating Surplus Ratio disclosed in Note 15 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

4 Cash, Cash Equivalents and other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at Council's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

Receivables for rates and annual charges are secured over the subject land, and bear interest at rates determined in accordance with the Local Government Act 1999. Other receivables are generally unsecured and do not bear interest.

All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments forms part of Note 13.

5 Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

6 Infrastructure, Property, Plant & Equipment

6.1 Initial Recognition

All assets are initially recognised at cost. For assets acquired at no cost or for nominal consideration,

cost is determined as fair value at the date of acquisition.

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architects' fees and engineering design fees and all other costs incurred. The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

Capital works still in progress at the balance date are recognised as other non-current assets and transferred to *infrastructure, property, plant & equipment* when completed ready for use.

6.2 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given below. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	\$1,000
Other Plant & Equipment	\$1,000
Buildings - new construction/extensions	\$5,000
Park & Playground Furniture & Equipment	\$2,000
Road construction & reconstruction	\$10,000
Paving & footpaths, Kerb & Gutter	\$2,000
Drains & Culverts	\$5,000

6.3 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Significant uncertainties exist in the estimation of fair value of a number of asset classes including land, buildings and associated structures and infrastructure. Further detail of these uncertainties, and of existing valuations, methods and valuers are provided at Note 7.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

6.4 Depreciation of Non-Current Assets

Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of Council, best reflects the consumption of the service potential embodied in those assets.

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually.

Major depreciation periods for each class of asset are listed below. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

Useful lives estimates in use from 1 July 2015:

Plant, Furniture & Equipment

Office Equipment	5 to 10 years
Office Furniture	5 to 20 years
Vehicles/Road-making Equip	3 to 8 years
Other Plant & Equipment	5 to 15 years

Building & Other Structures

Buildings – masonry	50 to 100 years
Buildings – other	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other	20 to 40 years
Playground equipment	5 to 15 years
Benches, seats, etc.	10 to 20 years

Infrastructure

Sealed Roads – Upper Surface	17 to 30 years
Sealed Roads – Lower Surface	80 to 90 years
Sealed Roads – Pavement	80 to 90 years
Unsealed Roads – Wearing Surface	15 to 50 years
Unsealed Roads – Low Base & Earthwork	90 to 400 years
Paving & Footpaths	30 to 60 years
Drains, Kerb & Gutter	80 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Reticulation Pipes – PVC	50 to 60 years
Reticulation Pipes – other	25 to 65 years
Pumps & Telemetry	15 to 25 years

Other Assets

Reserve Furniture	5 to 15 years
Artworks	indefinite

Useful life estimates in use prior to 1 July 2015:

Plant, Furniture & Equipment

Office Equipment	5 to 10 years
Office Furniture	5 to 20 years
Vehicles/Road-making Equip	3 to 8 years
Other Plant & Equipment	5 to 15 years

Building & Other Structures

Buildings – masonry	50 to 100 years
Buildings – other	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other	20 to 40 years
Playground equipment	5 to 15 years
Benches, seats, etc	10 to 20 years

Infrastructure

Sealed Roads – Surface	15 to 250 years
Sealed Roads – Pavement	20 to 900 years
Unsealed Roads	10 to 750 years
Paving & Footpaths	10 to 70 years
Drains, Kerb & Gutter	70 to 100 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Reticulation Pipes – PVC	50 to 60 years
Reticulation Pipes – other	25 to 65 years
Pumps & Telemetry	15 to 25 years

Other Assets

Reserve Furniture	5 to 15 years
Artworks	indefinite

6.5 Impairment

Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash inflows or value in use).

For assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, the value in use is the depreciated replacement cost. In assessing impairment for these assets, a rebuttable assumption is made that the current replacement cost exceeds the original cost of acquisition.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

Where an asset that has been revalued is subsequently impaired, the impairment is first offset against such amount as stands to the credit of that class of assets in Asset Revaluation Reserve, any excess being recognised as an expense.

6.6 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with AASB 123 Borrowing Costs. The amounts of borrowing costs recognised as an expense or as part of the carrying amount of qualifying assets are disclosed in Note 3, and the amount (if any) of interest revenue offset against borrowing costs in Note 2.

7 Payables

7.1 Goods & Services

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

7.2 Payments Received in Advance & Deposits

Amounts other than grants received from external parties in advance of service delivery, and security deposits held against possible damage to Council assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

8 Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates, and is recorded as part of "Payables".

9 Employee Benefits

9.1 Salaries, Wages & Compensated Absences

Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based oncosts) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based oncosts) to be made in respect of services provided by employees up to the reporting date. Present values are calculated using government guaranteed securities rates with similar maturity terms.

Weighted avg. discount rate	1.75% (2015, 2.24%)
-----------------------------	---------------------

No accrual is made for sick leave as Council experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. Council does not make payment for untaken sick leave.

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Statewide Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. No changes in accounting policy have occurred during either the current or previous reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

10 Provisions

Provisions for Reinstatement, Restoration and Rehabilitation

Council has a recorded Provision for Waste Management which facilitates rehabilitation of the following six closed landfill sites – Price, Port Victoria, Arthurton, Ramsey, Warooka (including leachate monitoring) and Foul Bay. Council will review and update where deemed necessary the liability recorded (shown as a Provision) in Council's

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

Statement of Financial Position to ensure the liability accurately reflects the future landfill monitoring obligations of the Council in accordance with its EPA licence requirements.

Close down and restoration costs include the dismantling and demolition of infrastructure and the removal of residual materials and remediation and rehabilitation of disturbed areas. Estimated close down and restoration costs are provided for in the accounting period when the obligation arising from the related disturbance occurs, and are carried at the net present value of estimated future costs.

Although estimated future costs are based on a closure plan, such plans are based on current environmental requirements which may change. Council's policy to maximise recycling is extending the operational life of these facilities, and significant uncertainty exists in the estimation of the future closure date.

11 Leases

Lease arrangements have been accounted for in accordance with AASB 117.

In respect of finance leases, where Council substantially carries all of the risks incident to ownership, the leased items are initially recognised as assets and liabilities equal in amount to the present value of the minimum lease payments. The assets are disclosed within the appropriate asset class, and are amortised to expense over the period during which the Council is expected to benefit from the use of the leased assets. Lease payments are allocated between interest expense and reduction of the lease liability, according to the interest rate implicit in the lease.

In respect of operating leases, where the lessor substantially retains all of the risks and benefits incident to ownership of the leased items, lease payments are charged to expense over the lease term.

12 Construction Contracts

Construction works undertaken by Council for third parties are generally on an agency basis where the third party reimburses Council for actual costs

incurred, and usually do not extend beyond the reporting period. As there is no profit component, such works are treated as 100% completed. Reimbursements not received are recognised as receivables and reimbursements received in advance are recognised as "payments received in advance".

For works undertaken on a fixed price contract basis, revenues and expenses are recognised on a percentage of completion basis. Costs incurred in advance of a future claimed entitlement are classified as work in progress in inventory. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

13 GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax"

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.
- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

14 New accounting standards and UIG interpretations

Certain new (or amended) accounting standards and interpretations have been published that are not mandatory for reporting periods ending 30 June 2016.

Council has not adopted any of these standards early.

Council's assessment of the impact of these new standards and interpretations is set out below.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

Apart from the AASB disclosures below, there are no other standards that are “not yet effective” which are expected to have a material impact on Council in the current or future reporting periods and on foreseeable future transactions.

Applicable to Local Government:

AASB 9 - Financial Instruments (and associated amending standards)

AASB 9 replaces AASB 139 Financial Instruments: Recognition and Measurement and has an effective date for reporting periods beginning on or after 1 January 2018 (and must be applied retrospectively).

The overriding impact of AASB 9 is to change the requirements for the classification, measurement and disclosures associated with financial assets.

Under the new requirements the four current categories of financial assets stipulated in AASB 139 will be replaced with two measurement categories:

- fair value and
- amortised cost (where financial assets will only be able to be measured at amortised cost where very specific conditions are met).

AASB 15 - Revenue from contracts with customers and associated amending standards

AASB 15 introduces a five step process for revenue recognition with the core principle of the new Standard being that entities recognise revenue so as to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the entity expects to be entitled in exchange for those goods or services.

The changes in revenue recognition requirements in AASB 15 may cause changes to accounting policies relating to the timing and amount of revenue recorded in the financial statements as well as additional disclosures.

The full impact of AASB 15 has not yet been ascertained or quantified.

AASB 15 will replace AASB 118 which covers contracts for goods and services and AASB 111 which covers construction contracts.

The effective date of this standard is for annual reporting periods beginning on or after 1 January 2017.

AASB 124 - Related Party Disclosures

From 1 July 2016, AASB 124 Related Party Disclosures will apply to Council.

This means that Council will be required to disclose information about related parties and Council transactions with those related parties.

Related parties will more than likely include the Mayor, Councillors and certain Council staff. In addition, the close family members of those people and any organisations that they control or are associated with will be classified as related parties (and fall under the related party reporting requirements).

Not applicable to Local Government per se;

None

15 Comparative Figures

To ensure comparability with the current reporting period's figures, some comparative period line items and amounts may have been reclassified or individually reported for the first time within these financial statements and/or the notes.

16 Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 2. Income

\$ '000	Notes	2016	2015
(a). Rates Revenues			
General Rates			
General Rates		15,413	14,524
Less: Mandatory Rebates		(100)	(97)
Less: Discretionary Rebates, Remissions & Write Offs		(63)	(14)
Total General Rates		15,250	14,413
Other Rates (Including Service Charges)			
Natural Resource Management Levy		753	734
Waste Collection		2,408	2,407
Water Supply		139	133
Community Wastewater Management Systems		1,361	1,326
Total Other Rates		4,661	4,600
Other Charges			
Penalties for Late Payment		57	55
Legal & Other Costs Recovered		30	42
Total Other Charges		87	97
Total Rates Revenues		19,998	19,110
(b). Statutory Charges			
Development Act Fees		188	192
Town Planning Fees		29	24
Health & Septic Tank Inspection Fees		32	33
Animal Registration Fees & Fines		86	83
Parking Fines / Expiation Fees		7	10
Other Registration Fees		12	12
Sundry		37	37
Total Statutory Charges		391	391
(c). User Charges			
Cemetery Fees		24	23
Commercial Activity Revenue		60	62
Commercial Activity Revenue (Caravan Parks)		2,457	2,355
Boat Ramp Fees		144	131
Hall & Equipment Hire		30	29
Property Lease		6	-
Refuse Disposal		56	54
Sundry		77	71
Water		107	141
Total User Charges		2,961	2,866

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 2. Income (continued)

\$ '000	Notes	2016	2015
(d). Investment Income			
Interest on Investments			
- Local Government Finance Authority		195	141
- Banks & Other		18	43
Total Investment Income		213	184
(e). Reimbursements			
Roadworks		11	10
Private Works		-	8
Insurance Reimbursements *		212	-
Other		557	592
Total Reimbursements		780	610
* Result of insurance claim in relation to a matter of fraud which occurred over a four year period.			
(f). Other Income			
Sundry		143	351
Total Other Income		143	351
(g). Grants, Subsidies, Contributions			
Amounts Received Specifically for New or Upgraded Assets		1,968	1,204
Other Grants, Subsidies and Contributions		3,070	3,048
Individually Significant Item - Additional Grants Commission Payment (refer below)		-	1,179
Total Grants, Subsidies, Contributions		5,038	5,431
The functions to which these grants relate are shown in Note 12.			
(i) Sources of grants			
Commonwealth Government		4,712	4,636
State Government		326	790
Other		-	5
Total		5,038	5,431
(ii) Individually Significant Items			
Grant Commission (FAG) Grant Recognised as Income		-	1,179

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 2. Income (continued)

\$ '000	Notes	2016	2015
(h). Conditions over Grants & Contributions			
Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:			
Unexpended at the close of the previous reporting period		58	166
<i>Less:</i>			
<i>Expended during the current period from revenues recognised in previous reporting periods</i>			
Heritage & Cultural Services		(48)	(156)
Subtotal		(48)	(156)
<i>Plus:</i>			
<i>Amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
Heritage & Cultural Services		1	48
Subtotal		1	48
Unexpended at the close of this reporting period		11	58
Net increase (decrease) in assets subject to conditions in the current reporting period		(47)	(108)
(i). Physical Resources Received Free of Charge			
Other Assets		100	-
Total Physical Resources Received Free of Charge		100	-

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 3. Expenses

\$ '000	Notes	2016	2015
(a). Employee Costs			
Salaries and Wages		7,427	7,019
Employee Leave Expense		579	646
Superannuation - Defined Contribution Plan Contributions	18	203	209
Superannuation - Defined Benefit Plan Contributions	18	540	492
Workers' Compensation Insurance		337	307
Other		202	189
Less: Capitalised and Distributed Costs		(1,152)	(856)
Total Operating Employee Costs		8,136	8,006
Total Number of Employees (full time equivalent at end of reporting period)		114	112
(b). Materials, Contracts and Other Expenses			
(i) Prescribed Expenses			
Auditor's Remuneration			
- Auditing the Financial Reports		18	18
- Other Services		7	8
Bad and Doubtful Debts		1	-
Elected Members' Expenses		319	328
Election Expenses		1	40
Operating Lease Rentals - Non-Cancellable Leases	17		
- Minimum Lease Payments		97	111
Subtotal - Prescribed Expenses		443	505
(ii) Other Materials, Contracts and Expenses			
Contractors		2,910	3,022
Energy		596	718
Legal Expenses		95	106
Levies Paid to Government - NRM levy		756	738
Levies - Other		65	57
Parts, Accessories & Consumables		1,347	1,669
Professional Services		331	476
Sundry		1,594	1,543
Water		579	492
Insurance		618	606
Professional Services - Waste Management		2,367	2,667
Subtotal - Other Material, Contracts & Expenses		11,258	12,094
Total Materials, Contracts and Other Expenses			
		11,701	12,599

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 3. Expenses (continued)

\$ '000	Notes	2016	2015
(c). Depreciation, Amortisation and Impairment			
(i) Depreciation and Amortisation			
Buildings & Other Structures		2,177	2,105
Transport Infrastructure		5,027	4,237
Stormwater Drainage		163	168
CWMS		478	481
Water Scheme Infrastructure		73	67
Plant & Equipment		967	861
Furniture & Fittings		139	99
Other Assets		489	493
Subtotal		9,513	8,511
Total Depreciation, Amortisation and Impairment		9,513	8,511
(d). Finance Costs			
Interest on Overdraft and Short-Term Drawdown		65	65
Interest on Loans		411	235
Total Finance Costs		476	300

Note 4. Asset Disposal & Fair Value Adjustments

Infrastructure, Property, Plant & Equipment

Assets Renewed or Directly Replaced			
Proceeds from Disposal		480	387
Less: Carrying Amount of Assets Sold		(4,591)	(1,080)
Gain (Loss) on Disposal		(4,111)	(693)
Net Gain (Loss) on Disposal or Revaluation of Assets		(4,111)	(693)

* The new Asset Management System records disposal of assets where capital work upgrade/renewal has been undertaken. Under this system disposals were recorded against Buildings (\$7,000 - disposals), Transport Infrastructure (\$2,034,000 - road surface disposals & revaluation), Stormwater (\$1,889,000 - disposals dam earthworks write-off), CWMS (\$310,000 - disposals including dam earthworks write-off) and Water Scheme Infrastructure (\$69,000 disposals).

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 5. Current Assets

\$ '000	Notes	2016	2015
(a). Cash & Cash Equivalents			
Cash on Hand at Bank		1,098	800
Deposits at Call		5,859	6,669
Total Cash & Cash Equivalents		6,957	7,469
(b). Trade & Other Receivables			
Rates - General & Other		443	385
Accrued Revenues		86	212
Debtors - General		172	243
GST Recoupment		230	206
Prepayments		283	204
Loans to Community Organisations		99	65
Subtotal		1,313	1,315
Total Trade & Other Receivables		1,313	1,315
(c). Inventories			
Stores & Materials		980	777
Total Inventories		980	777

Note 6. Non-Current Assets

Financial Assets

Receivables

Loans to Community Organisations	783	372
Total Financial Assets	783	372

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 7a. Infrastructure, Property, Plant & Equipment

	Fair Value Level	as at 30/6/2015				Asset Movements during the Reporting Period							as at 30/6/2016				
		At Fair Value	At Cost	Accumulated Depreciation	Carrying Value	Asset Additions		WDV of Asset Disposals	Depreciation Expense (Note 3c)	WIP Transfers	Revaluation Decrements to Equity (ARR) (Note 9)	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Accumulated Depreciation	Carrying Value	
						New / Upgrade	Renewals										
\$ '000																	
Capital Work in Progress		-	2,251	-	2,251	275	521	-	-	(2,251)	-	-	-	796	-	-	796
Land	2	73,572	283	-	73,855	13	-	-	-	-	-	-	-	296	-	-	73,868
Buildings & Other Structures	2	5,251	135	661	4,725	143	11	-	(449)	2,251	-	-	-	2,182	1,109	-	6,324
Buildings & Other Structures	3	86,704	280	46,092	40,892	184	291	(7)	(1,728)	-	-	-	-	1,093	47,808	-	39,989
Transport Infrastructure	3	284,992	2,042	120,967	166,067	2,473	1,960	(2,034)	(5,027)	-	(35,817)	-	-	4,433	106,355	-	127,622
Stormwater Drainage	3	14,006	47	3,329	10,724	14	-	(1,889)	(163)	-	-	-	-	12,050	61	3,426	8,685
CWMS	3	25,273	254	8,475	17,052	80	179	(310)	(478)	-	-	-	-	513	8,862	-	16,523
Water Scheme Infrastructure	3	3,393	27	1,022	2,398	27	14	(69)	(73)	-	699	-	-	41	845	-	2,997
Plant & Equipment		-	11,341	4,690	6,651	140	1,696	(283)	(967)	-	-	-	-	11,978	4,741	-	7,237
Furniture & Fittings		-	2,387	1,230	1,157	148	285	-	(139)	-	-	-	-	2,820	1,369	-	1,451
Other Assets		-	12,347	4,229	8,118	1,255	140	-	(489)	-	-	-	-	13,742	4,718	-	9,024
Total Infrastructure, Property, Plant & Equipment		493,191	31,394	190,695	333,890	4,752	5,097	(4,592)	(9,513)	-	(35,817)	699	435,794	37,955	179,233	294,516	
Comparatives		478,464	28,661	183,261	323,864	4,405	4,863	(1,080)	(8,511)	-	-	12,390	493,191	31,394	190,695	333,890	

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment &
Investment Property

\$ '000

Valuation of Assets

The fair value of assets and liabilities must be estimated in accordance with various Accounting Standards for either recognition and measurement requirements or for disclosure purposes.

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a "level" in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Refer to Note 7a for the disclosure of the Fair Value Levels of Infrastructure, Property, Plant and Equipment Assets.

Information on Valuations

Fair Value Hierarchy Level 2 Valuations

Certain land, and the buildings and structures thereon, are shown above as being based on fair value hierarchy level 2 valuation inputs. They are based on prices for similar assets in an active market, with directly or indirectly observable adjustments for specific advantages or disadvantages attaching to the particular asset.

Fair Value Hierarchy Level 3 Valuations of Land

Valuations of Crown land, community land and land subject to other restrictions on use or disposal, shown above as being based on fair value hierarchy level 3 valuation inputs, are based on prices for similar assets in an active market, but include adjustments for specific advantages or disadvantages attaching to the particular asset that are not directly or indirectly observable in that market, or the number and / or amount of observable adjustments of which are so great that the valuation is more fairly described as being based on level 3 valuation inputs.

Fair Value Hierarchy Level 3 Valuations of Buildings, Infrastructure and Other Assets

There is no known market for buildings, infrastructure and other assets. These assets are valued at depreciated current replacement cost. This method involves:

- The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.
- The calculation of the depreciation that would have accumulated since original construction using current estimates of residual value and useful life under the prime cost depreciation method adopted by Council.

This method has significant inherent uncertainties, relying on estimates of quantities of materials and labour, residual values and useful lives, and the possibility of changes in prices for materials and labour, and the potential for development of more efficient construction techniques.

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment & Investment Property (continued)

\$ '000

Valuation of Assets (continued)

Other Information

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to AASB 1.19 to retain a previously established deemed cost under GAAP as its deemed cost. With subsequent addition at cost, this remains as the basis of recognition of non-material asset classes.

Upon revaluation, the current new replacement cost and accumulated depreciation are re-stated such that the difference represents the fair value of the asset determined in accordance with AASB 13 Fair Value Measurement: accumulated depreciation is taken to be the difference between current new replacement cost and fair value. In the case of land, current replacement cost is taken to be the fair value.

Following introduction of the Conquest Asset Management System, partial disposal of capital assets during upgrade and renewal has been recorded for the first time in 2014-15 in Council's Statement of Comprehensive Income.

Highest and best use

The following non financial assets of Council are being utilised at other than their highest and best use:

For land which Council has an unfettered right to sell, the "highest and best use" recognises the possibility of the demolition or substantial modification of some or all of the existing buildings and structures affixed to the land.

Much of the land under Council's care and control is Crown land or has been declared as community land under the provisions of the Local Government Act 1999. Other types of restrictions also exist.

For land subject to these restrictions, the highest and best use is taken to be the "highest and best use" available to Council, with a rebuttable presumption that the current use is the "highest and best use". The reason for the current use of a large proportion of Council's assets being other than the "highest and best use" relates to Council's principal role as the provider of services to the community, rather than the use of those assets for the generation of revenue.

For buildings and other structures on and in the land, including infrastructure, "highest and best use" is determined in accordance with the land on and in which they are situated.

Transition to AASB 13 - Fair Value Measurement

The requirements of AASB 13 Fair Value Measurement have been applied to all valuations undertaken since 1 July 2013 as shown by the valuation dates by individual asset classes below.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment & Investment Property (continued)

\$ '000

Valuation of Assets (continued)

Land & Land Improvements

Council being of the opinion that it is not possible to attribute a value sufficiently reliably to qualify for recognition, land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

Freeholdland and land over which Council has control, but does not have title, is recognised on the cost basis. No capitalisation threshold is applied to the acquisition of land or interests in land. Estimated future costs of reinstatement of land, capitalised in accordance with AASB 116.16(c), are reviewed annually (see Note 1) and depreciated over the estimated remaining life of the relevant asset.

- Basis of valuation: Fair Value
- Date of valuation: 1 July 2013
- Date of next valuation: 1 July 2018
- Valuer: Andrea Carolan, Maloney Field Services

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2013 by Maloney Field Services in accordance with AASB 13: Fair Value Measurement. AASB 13 requires the disclosure of fair value information according to the relevant level in the fair value hierarchy. The following tables provide the fair values of the entity's assets measured and recognised on a recurring basis after initial recognition, categorised within the fair value hierarchy.

	Date of latest valuation	Fair Value Measurement using:			Total
		Level 1 Quoted prices in active mkts	Level 2 Significant observable inputs	Level 3 Significant unobservable inputs	
		\$'000	\$'000	\$'000	\$'000
2016					
Land	01/07/13	-	73,868	-	73,868
Buildings and Structures	01/07/13	-	7,434	87,797	95,231
Total Property, Plant and Equipment		-	81,302	87,797	169,099
2015					
Land	01/07/13	-	73,855	-	73,855
Buildings and Structures	01/07/13	-	5,386	86,984	92,370
Total Property, Plant and Equipment		-	79,241	86,984	166,225

- Basis of valuation: Fair Value
- Date of valuation: 01 July 2013
- Date of next valuation: 01 July 2018
- Valuer: Andrea Carolan, Maloney Field Services

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment & Investment Property (continued)

\$ '000

Valuation of Assets (continued)

Infrastructure

Transport Infrastructure

Transportation Infrastructure assets were valued by Tonkin Consulting as at 1 July 2015. This revaluation was based on an update to the 1 July 2013 transport valuation to take into consideration the changes Council has made to road categories and service levels in the Transport Asset Management Plan adopted by Council in October 2015 and the componentisation of asset types, which involved the removal of residuals. The resultant decrease in transport asset of \$35.82 million was driven by the review of construction, maintenance and renewal standards for the road network undertaken in the Transport Asset Management Plan which was adopted following community consultation in October 2015. Conversely the resultant increase in depreciation of \$790,000 when compared to 2014-2015 has occurred due to review and reduction of the estimated useful lives of long-life components following detailed analysis of parameters in relation to these assets.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2015
- Date of next valuation: 01 July 2018
- Valuer: Rod Ellis, Tonkin Consulting

Stormwater Drainage

Stormwater drainage infrastructure assets were valued by Tonkin Consulting at 1 July 2014 at written down current replacement cost. During this revaluation Stormwater infrastructure assets not previously valued were located in various townships and locations across the district as a result of the introduction of GIS mapping. Additional assets were valued at approximately \$5.1m. All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2014
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Community Wastewater Management Schemes

Community Wastewater Management Schemes infrastructure assets were valued by Tonkin Consulting at 1 July 2014 at written down current replacement cost. During this revaluation CWMS Infrastructure assets not previously valued were identified in five townships from land divisions undertaken by developers, amounting to approximately \$3.9m. All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2014
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Water Supply Schemes

Water Supply Schemes infrastructure assets were valued by Tonkin Consulting at 1 July 2015 at written down current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2015
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment &
Investment Property (continued)

\$ '000

Valuation of Assets (continued)

Plant, Furniture & Equipment

These assets are recognised on the cost basis.

All other Assets

Pursuant to Council's election, these assets are recognised on the cost basis.

These include Other Assets and Minor Plant.

Note 8. Liabilities

\$ '000	Notes	2016 Current	2016 Non Current	2015 Current	2015 Non Current
(a). Trade and Other Payables					
Goods & Services		961	-	1,555	-
Payments Received in Advance		41	-	92	-
Accrued Expenses - Employee Entitlements		166	-	449	-
Accrued Expenses - Other		271	-	395	-
Deposits, Retentions & Bonds		9	-	6	-
Total Trade and Other Payables		1,448	-	2,497	-
(b). Borrowings					
Loans		642	7,980	543	7,047
Total Borrowings		642	7,980	543	7,047
All interest bearing liabilities are secured over the future revenues of the Council					
(c). Provisions					
Employee Entitlements (including oncosts)		1,650	449	1,597	379
Future Reinstatement / Restoration, etc		-	193	25	117
Total Provisions		1,650	642	1,622	496

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 9. Reserves

\$ '000	1/7/2015	Increments (Decrements)	Transfers	Impairments	30/6/2016
(a). Asset Revaluation Reserve					
Land	73,286	-	-	-	73,286
Buildings & Other Structures	48,995	-	-	-	48,995
Stormwater Drainage	9,758	-	-	-	9,758
CWMS	15,330	-	-	-	15,330
Transport Infrastructure	186,712	(35,817)	-	-	150,895
Water Scheme Infrastructure	1,374	699	-	-	2,073
Total Asset Revaluation Reserve	335,455	(35,118)	-	-	300,337
Comparatives	325,107	12,390	-	(2,042)	335,455

\$ '000	1/7/2015	Tfrs to Reserve	Tfrs from Reserve	Other Movements	30/6/2016
(b). Other Reserves					
Balgowan Water Supply	44	-	(12)	-	32
Black Point Water Supply	68	-	(10)	-	58
Combined Effluent Reserve	313	-	(62)	-	251
Hardwicke Bay Effluent Augmentation	177	5	-	-	182
Hardwicke Bay Water Supply	68	8	-	-	76
Hardwicke Bay Water Augmentation	41	-	-	-	41
Point Souttar Effluent Augmentation	46	5	-	-	51
Total Other Reserves	757	18	(84)	-	691
Comparatives	717	406	(366)	-	757

PURPOSES OF RESERVES

Asset Revaluation Reserves

The asset revaluation reserve is used to record increments and decrements arising from changes in fair value of non current assets (less any subsequent impairment losses, where applicable).

Balgowan Water Supply

Investment of surplus funds from water service charges levied for Balgowan, as required by legislation.

Balgowan (Gills) Water Augmentation

Contribution from land division (as condition of approval) to assist future water supply infrastructure installation/upgrade

Black Point Water Supply

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the scheme in the future.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 9. Reserves (continued)

\$ '000

Combined Effluent Reserve

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the various schemes in the future as per motion of Council at 12th June 2007 meeting.

Hardwicke Bay Effluent Augmentation

Contribution from land division (as condition of approval) to assist future effluent infrastructure installation/upgrade.

Hardwicke Bay Water Supply

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the scheme in the future.

Hardwicke Bay Water Augmentation

Contribution from land division (as condition of approval) to assist future water infrastructure installation/upgrade.

Point Souttar Effluent Augmentation

Contribution (as condition of approval) to assist future effluent infrastructure installation/upgrade.

Port Victoria Effluent Augmentation

Contribution from land division (as condition of approval) to assist future water supply infrastructure installation/upgrade.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 10. Assets Subject to Restrictions

\$ '000	Notes	2016	2015
<p>The uses of the following assets are restricted, wholly or partially, by legislation or other externally imposed requirements. The assets are required to be utilised for the purposes for which control was transferred to Council, or for which the revenues were originally obtained.</p>			
Cash & Financial Assets			
Unexpended amounts received from Federal Government			
Open Space Contributions		-	6
Total Cash & Financial Assets		-	6
Infrastructure, Property, Plant & Equipment			
<i>Country Fire Service Stations</i>			
Ardrossan		56	56
Balgowan		150	150
Port Clinton		77	77
Curramulka		29	29
Maitland		60	60
Minlaton		54	54
Port Victoria		109	109
<i>Caravan Parks</i>			
Ardrossan		597	603
Coobowle		2,893	2,952
Edithburgh		1,669	1,713
Minlaton		300	307
Pine Point		409	418
Port Clinton		436	436
Port Rickaby		1,331	1,356
Port Victoria		556	566
Stansbury / Oyster Point		3,262	3,339
Yorke town		808	820
<i>Fauna & Wildlife Parks</i>			
Minlaton		120	120
<i>Parklands</i>			
Ardrossan Scout Hall		94	94
Minlaton Basketball Stadium and Courts		286	286
Edithburgh Oval		209	210
Yorke town Lions Clubrooms		643	647
Warooka Museum		96	96
Total Infrastructure, Property, Plant & Equipment		14,244	14,498
Total Assets Subject to Externally Imposed Restrictions		14,244	14,504

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 11. Reconciliation to Statement of Cash Flows

\$ '000	Notes	2016	2015
(a). Reconciliation of Cash			
Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Balance Sheet as follows:			
Total Cash & Equivalent Assets	5	6,957	7,469
Balances per Statement of Cash Flows		6,957	7,469
(b). Reconciliation of Change in Net Assets to Cash from Operating Activities			
Net Surplus/(Deficit)		(4,313)	(1,166)
Non-Cash Items in Income Statements			
Depreciation, Amortisation & Impairment		9,513	8,511
Non-Cash Asset Acquisitions		(100)	-
Grants for Capital Acquisitions (Treated as Investing Activity Receipts)		(1,968)	(1,204)
Net (Gain) Loss on Disposals		4,111	693
		7,243	6,834
Add (Less): Changes in Net Current Assets			
Net (Increase)/Decrease in Receivables		36	(174)
Net (Increase)/Decrease in Inventories		(203)	(54)
Net Increase/(Decrease) in Trade & Other Payables		(1,052)	499
Net Increase/(Decrease) in Unpaid Employee Benefits		123	75
Net Increase/(Decrease) in Other Provisions		51	(26)
Net Cash provided by (or used in) operations		6,198	7,154
(c). Non-Cash Financing and Investing Activities			
Acquisition of assets by means of:			
- Physical Resources Received Free of Charge	2i	100	-
Amounts recognised in Income Statement		100	-
Total Non-Cash Financing & Investing Activities		100	-
(d). Financing Arrangements			
Unrestricted access was available at balance date to the following lines of credit:			
Bank Overdrafts		100	100
Corporate Credit Cards		37	30
LGFA Cash Advance Debenture Facility		3,000	3,000

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 12a. Functions

Functions/Activities	Income, Expenses and Assets have been directly attributed to the following Functions / Activities. Details of these Functions/Activities are provided in Note 12(b).									
	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	Actual 2016	Actual 2015	Actual 2016	Actual 2015	Actual 2016	Actual 2015	Actual 2016	Actual 2015	Actual 2016	Actual 2015
\$ '000										
Business Undertakings	2,516	2,405	2,119	2,096	397	309	-	-	22,642	27,145
Community Services	242	193	1,254	1,573	(1,012)	(1,380)	170	529	9,011	5,190
Culture	312	351	1,018	926	(706)	(575)	84	15	20,952	14,657
Community Wastewater Management	1,381	1,454	1,327	1,284	54	170	-	-	26,148	28,797
Environment	845	912	1,409	1,413	(564)	(501)	65	-	6,962	9,498
Recreation	95	710	1,893	1,682	(1,798)	(972)	-	146	56,705	56,500
Regulatory Services	314	856	284	260	30	596	-	-	182	-
Tourism	67	28	292	250	(225)	(222)	-	-	41	8
Transport & Communication	2,074	1,331	8,221	7,976	(6,147)	(6,645)	1,980	1,275	136,940	180,741
Waste Management	2,470	2,468	2,456	2,754	14	(286)	-	-	1,407	1,445
Water Supply	240	268	317	290	(77)	(22)	-	-	3,069	3,224
Council Administration	17,000	16,763	9,236	8,912	7,764	7,851	771	2,262	20,490	16,618
Total Functions/Activities	27,556	27,739	29,826	29,416	(2,270)	(1,677)	3,070	4,227	304,549	343,823

Revenues and expenses exclude net gain (loss) on disposal or revaluation of assets, net gain (loss) from joint ventures & associated entities, amounts received specifically for new or upgraded assets and physical resources received free of charge.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 12b. Components of Functions

\$ '000

The activities relating to Council functions are as follows:

BUSINESS UNDERTAKINGS

Caravan Parks, Electricity Supply, Gravel Pits / Quarries, Marinas / Boat Havens, Private Works, Property Portfolio, and Other.

COMMUNITY SERVICES

Public Order and Safety, Crime Prevention, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control – Health, Immunisation, Nursing Homes, Preventive Health Services, Other Health Services, Community Support, Elderly Citizens Facilities, Home Assistance Scheme, Other Services for the Aged and Disabled, Child Care Centres, Children and Youth Services, Community Assistance, Family and Neighbourhood Support, Other Community Support, Community Amenities, Bus Shelters, Cemeteries / Crematoria, Public Conveniences, Car Parking – non-fee-paying, Telecommunications Networks, and Other Community Amenities.

CULTURE

Library Services, Mobile Libraries and Housebound Services, Static Libraries, Other Library Services, Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries, and Other Cultural Services.

COMMUNITY WASTEWATER MANAGEMENT

Community Wastewater Management Schemes

ECONOMIC DEVELOPMENT

Employment Creation Programs, Regional Development, Support to Local Businesses, Tourism, and Other Economic Development.

ENVIRONMENT

Agricultural Services, Agricultural Water, Animal/Plant Boards, Landcare, Other Agricultural Services, Other Environment, Coastal Protection, Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping, Natural Resource Management Levy, and Other Environment.

RECREATION

Jetties, Other Marine Facilities, Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Indoor, Swimming Centres – Outdoor, and Other Recreation.

REGULATORY SERVICES

Dog and Cat Control, Building Control, Town Planning, Clean Air/Pollution Control, Litter Control, Health Inspection, Parking Control, and Other Regulatory Services.

TRANSPORT

Aerodrome, Bus Service, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), and Other Transport.

WASTE MANAGEMENT

Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facility and Other Waste Management.

WATER SUPPLY

Water Supply - domestic

COUNCIL ADMINISTRATION

Governance, Administration n.e.c., Elected Members, Organisational, Support Services, Accounting/Finance, Payroll, Housing for Council Employees, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose, and Separate and Special Rates.

Note 13. Financial Instruments

\$ '000

Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits

Accounting Policy:

Carried at lower of cost and net realisable value; Interest is recognised when earned.

Terms & Conditions:

Deposits are returning fixed interest rates between 1.9% and 2.45% (2015: 2.0% and 2.65%). Short term deposits have an average maturity of 0 days and an average interest rate of 1.96% (2015: 0 days and 2.0%).

Carrying Amount:

Approximates fair value due to the short term to maturity.

Receivables

Rates & Associated Charges

(including legals & penalties for late payment)

Note: These receivables do not meet the definition of "financial instruments" and have been excluded from the following disclosures.

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

Secured over the subject land, arrears attract interest. Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

Carrying Amount:

Approximates fair value (after deduction of any allowance).

Receivables

Fees & Other Charges

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

Unsecured, and do not bear interest. Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.

Carrying Amount:

Approximates fair value (after deduction of any allowance).

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 13. Financial Instruments (continued)

\$ '000

Recognised Financial Instruments

Receivables

Other Levels of Government

Accounting Policy:

Carried at nominal value.

Terms & Conditions:

Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

Carrying Amount:

Approximates fair value.

Liabilities

Creditors and Accruals

Accounting Policy:

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.

Terms & Conditions:

Liabilities are normally settled on 30 day terms.

Carrying Amount:

Approximates fair value.

Liabilities

Interest Bearing Borrowings

Accounting Policy:

Carried at the principal amounts. Interest is charged as an expense as it accrues.

Terms & Conditions:

Secured over future revenues, borrowings are repayable on a monthly basis; interest is charged at fixed rates between 4.00% and 7.95% (2015: 4.40% and 8.25%).

Carrying Amount:

Approximates fair value.

Liabilities

Finance Leases

Accounting Policy:

Accounted for in accordance with AASB 117.

Notes to and forming part of the Financial Statements

for the year ended 30 June 2016

Note 13. Financial Instruments (continued)

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2016					
<u>Financial Assets</u>					
Cash & Equivalents	6,957	-	-	6,957	6,957
Receivables	913	-	-	913	1,653
Other Financial Assets	-	475	491	966	783
Total Financial Assets	7,870	475	491	8,836	9,393
<u>Financial Liabilities</u>					
Payables	1,011	-	-	1,011	1,011
Current Borrowings	1,044	-	-	1,044	642
Non-Current Borrowings	-	3,944	6,372	10,316	7,980
Total Financial Liabilities	2,055	3,944	6,372	12,371	9,633

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2015					
<u>Financial Assets</u>					
Cash & Equivalents	7,469	-	-	7,469	7,469
Receivables	956	-	-	956	1,302
Other Financial Assets	-	248	232	480	372
Total Financial Assets	8,425	248	232	8,905	9,143
<u>Financial Liabilities</u>					
Payables	1,653	-	-	1,653	1,653
Current Borrowings	882	-	-	882	543
Non-Current Borrowings	-	3,213	6,211	9,424	7,047
Total Financial Liabilities	2,535	3,213	6,211	11,959	9,243

The following interest rates were applicable to Council's Borrowings at balance date:

	30 June 2016		30 June 2015	
	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Fixed Interest Rates	4.76%	8,622	4.91%	7,590
		8,622		7,590

Net Fair Value

All carrying values approximate fair value for all recognised financial instruments. There is no recognised market for the financial assets of the Council.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 13. Financial Instruments (continued)

\$ '000

Risk Exposures

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any allowance for doubtful debts. All Council investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Council's boundaries, and there is no material exposure to any individual debtor.

Market Risk is the risk that fair values of financial assets will fluctuate as a result of changes in market prices. All of Council's financial assets are denominated in Australian dollars and are not traded on any market, and hence neither market risk nor **currency risk** apply.

Liquidity Risk is the risk that Council will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates. Council also has available a range of bank overdraft and standby borrowing facilities that it can access.

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. Council has a balance of both fixed and variable interest rate borrowings and investments. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 14. Commitments for Expenditure

\$ '000	Notes	2016	2015
(a). Capital Commitments			
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:			
Transport		1,817	-
Other assets		100	-
Furniture & Fittings		13	-
Buildings		7	55
		1,937	55
These expenditures are payable:			
Not later than one year		1,937	55
Later than one year and not later than 5 years		-	-
Later than 5 years		-	-
		1,937	55
(b). Other Expenditure Commitments			
Other expenditure committed for (excluding inventories) at the reporting date but not recognised in the financial statements as liabilities:			
Audit Services		45	66
Waste Management Services		7,059	8,807
Employee Remuneration Contracts		1,289	2,151
Roadside Vegetation Management		172	-
		8,565	11,024
These expenditures are payable:			
Not later than one year		3,526	2,416
Later than one year and not later than 5 years		5,039	8,608
Later than 5 years		-	-
		8,565	11,024

(c). Finance Lease Commitments

Council has no Finance Leases.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 15. Financial Indicators

	Amounts	Indicator	Prior Periods	
\$ '000	2016	2016	2015	2014

These Financial Indicators have been calculated in accordance with *Information paper 9 - Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.

1. Operating Surplus Ratio

Operating Surplus	(2,270)	(8%)	(6%)	(14%)
Total Operating Revenue	27,556			

This ratio expresses the operating surplus as a percentage of total operating revenue.

1a. Adjusted Operating Surplus Ratio

In recent years the Federal Government has made advance payments prior to 30th June from future year allocations of financial assistance grants, as explained in Note 1. The Adjusted Operating Surplus Ratio adjusts for the resulting distortion in the disclosed operating result for each year.	(1,092)	(4%)	(10%)	(14%)
	27,556			

2. Net Financial Liabilities Ratio

Net Financial Liabilities	3,309	12%	11%	9%
Total Operating Revenue	27,556			

Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue.

3. Asset Sustainability Ratio

Net Asset Renewals	4,615	49%	53%	51%
Infrastructure & Asset Management Plan required expenditure	9,513			
		*	*	*

Net asset renewals expenditure is defined as net capital expenditure on the renewal and replacement of existing assets, and excludes new capital expenditure on the acquisition of additional assets.

** Amounts shown above an asterisk (*) indicate that depreciation expense has been used as a proxy, pending finalisation of the Infrastructure and Asset Management Plans.*

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 15. Financial Indicators - Graphs (continued)

<div><div>1. Operating Surplus Ratio</div><table><tr><th>Year</th><th>Ratio %</th></tr><tr><td>2014</td><td>-14%</td></tr><tr><td>2015</td><td>-6%</td></tr><tr><td>2016</td><td>-8%</td></tr></table></div>	Year	Ratio %	2014	-14%	2015	-6%	2016	-8%	<div><div>Purpose of Operating Surplus Ratio</div><div>This indicator is to determine the percentage the operating revenue varies from operating expenditure</div></div>	<div><div>Commentary on 2015/16 Result</div><div>2015/16 Ratio -8%</div><div>Operating surplus ratio impacted negatively as a result of an increase in depreciation expenditure brought about by changes in depreciation estimates following the May 2015 AASB interpretation regarding residual value.</div></div>
Year	Ratio %									
2014	-14%									
2015	-6%									
2016	-8%									
<div><div>1a. Adjusted Operating Surplus Ratio</div><table><tr><th>Year</th><th>Ratio %</th></tr><tr><td>2014</td><td>-14%</td></tr><tr><td>2015</td><td>-10%</td></tr><tr><td>2016</td><td>-4%</td></tr></table></div>	Year	Ratio %	2014	-14%	2015	-10%	2016	-4%	<div><div>Purpose of Adjusted Operating Surplus Ratio</div><div>This indicator is to determine the percentage the operating revenue (adjusted for timing differences in the Financial Assistance Grant) varies from operating expenditure</div></div>	<div><div>Commentary on 2015/16 Result</div><div>2015/16 Ratio -4%</div><div>Adjusted operating surplus ratio includes FAGS received in advance in 2014-15 which related to the 2015-16 financial year. In contrast to prior years no FAGS payments were received in advance in 2015-16.</div></div>
Year	Ratio %									
2014	-14%									
2015	-10%									
2016	-4%									
<div><div>2. Net Financial Liabilities Ratio</div><table><tr><th>Year</th><th>Ratio %</th></tr><tr><td>2014</td><td>9%</td></tr><tr><td>2015</td><td>11%</td></tr><tr><td>2016</td><td>12%</td></tr></table></div>	Year	Ratio %	2014	9%	2015	11%	2016	12%	<div><div>Purpose of Net Financial Liabilities Ratio</div><div>This indicator shows the significance of the net amount owed to others, compared to operating revenue</div></div>	<div><div>Commentary on 2015/16 Result</div><div>2015/16 Ratio 12%</div><div>Net financial liabilities ratio has returned a minimal increase in comparison to 2014-15 due to majority of loan increase in 2015-16 relating to loans issued to community groups who are required to repay Council.</div></div>
Year	Ratio %									
2014	9%									
2015	11%									
2016	12%									
<div><div>3. Asset Sustainability Ratio</div><table><tr><th>Year</th><th>Ratio %</th></tr><tr><td>2014</td><td>51%</td></tr><tr><td>2015</td><td>53%</td></tr><tr><td>2016</td><td>49%</td></tr></table></div>	Year	Ratio %	2014	51%	2015	53%	2016	49%	<div><div>Purpose of Asset Sustainability Ratio</div><div>This indicator aims to determine if assets are being renewed and replaced in an optimal way</div></div>	<div><div>Commentary on 2015/16 Result</div><div>2015/16 Ratio 49%</div><div>Asset sustainability ratio impacted negatively as a result of an increase in depreciation expenditure brought about by changes in depreciation estimates following the May 2015 AASB interpretation regarding residual value.</div></div>
Year	Ratio %									
2014	51%									
2015	53%									
2016	49%									

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 16. Uniform Presentation of Finances

\$ '000	2016	2015
<p>The following is a high level summary of both operating and capital investment activities of the Council prepared on a simplified Uniform Presentation Framework basis.</p> <p>All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.</p> <p>The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.</p>		
Income	27,556	27,739
less Expenses	(29,826)	(29,416)
Operating Surplus / (Deficit)	(2,270)	(1,677)
less Net Outlays on Existing Assets		
Capital Expenditure on Renewal and Replacement of Existing Assets	5,095	4,864
less Depreciation, Amortisation and Impairment	(9,513)	(8,511)
less Proceeds from Sale of Replaced Assets	(480)	(387)
Subtotal	(4,898)	(4,034)
less Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including Investment Property & Real Estate Developments)	4,653	4,405
less Amounts Received Specifically for New and Upgraded Assets	(1,968)	(1,204)
less Proceeds from Sale of Surplus Assets (including Investment Property & and Real Estate Developments)	-	-
Subtotal	2,685	3,201
Net Lending / (Borrowing) for Financial Year	(57)	(844)

Notes to and forming part of the Financial Statements for the year ended 30 June 2016

Note 17. Operating Leases

\$ '000

2016

2015

Leases Providing Revenue to the Council

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are disclosed as rent and hire of non-investment property in Note 2.

(i) Investment Property

Rentals received, and outgoings reimbursed, in relation to Investment Property are also disclosed in Note 2. These lease agreements, all of which are classified as operating leases, are made on a non-cancellable basis wherever practicable

Leases commitments under all non-cancellable lease agreements, including those relating to Investment Property, are as follows:

Not later than one year	329	282
Later than one year and not later than 5 years	804	915
Later than 5 years	153	152
	1,286	1,349

(ii) Lease Payment Commitments of Council

Council has entered into non-cancellable operating leases for various items of computer equipment.

No contingent rentals were paid during the current or previous reporting periods.

No lease imposes any additional restrictions on Council in relation to additional debt or further leasing.

Leases in relation to computer and office equipment permit Council, at expiry of the lease, to elect to re-lease return or acquire the equipment leased

No lease contains any escalation clause

Commitments under non-cancellable operating leases that have not been recognised in the financial statements are as follows:

Not later than one year	44	70
Later than one year and not later than 5 years	71	115
Later than 5 years	-	-
	115	185

Notes to and forming part of the Financial Statements
for the year ended 30 June 2016

Note 18. Superannuation

\$ '000

The Council makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). There are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (9.50% in 2015/16; 9.50% in 2014/15). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2014/15) of "superannuation" salary.

In addition, Council makes a separate contribution of 3% of ordinary time earnings for Salarylink members to their Accumulation account. Employees also make member contributions to the Salarylink section of the Fund. As such, assets accumulate in the Salarylink section of the Fund to meet the member's benefits, as defined in the Trust Deed, as they accrue.

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.32(b), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, A C Miller, FIAA, of Russell Employee Benefits Pty Ltd as at 30 June 2014. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time.

Contributions to Other Superannuation Schemes

Council also makes contributions to other superannuation schemes selected by employees under the "choice of fund" legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Council.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE YORKE PENINSULA COUNCIL

We have audited the accompanying financial report of the Yorke Peninsula Council, which comprises the Statement of Financial Position as at 30 June 2016, the Statement of Comprehensive Income, the Statement of Changes in Equity, the Statement of Cash Flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Certification of Financial Statements statement.

The Responsibility of the Chief Executive Officer for the Financial Report

The Chief Executive Officer of the Yorke Peninsula Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), the Local Government Act 1999 and Local Government (Financial Management) Regulations 2011. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud and error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Chief Executive Officer, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for an audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Local Government Act 1999 and Local Government (Financial Management) Regulations 2011. We confirm that the independence declaration required by the Local Government Act 1999 and Local Government (Financial Management) Regulations 2011 provided to the Chief Executive Officer, would be in the same terms if provided to the Chief Executive Officer as at the date of this auditor's report.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the Yorke Peninsula Council as of 30 June 2016, and its financial performance and cash flows for the year then ended in accordance with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and the Australian Accounting Standards (including Australian Accounting Interpretations).

DEAN NEWBERY & PARTNERS
CHARTERED ACCOUNTANTS



JIM KEOGH
PARTNER

Signed on the 11th day of November 2016,
at 214 Melbourne Street, North Adelaide, South Australia 5006.

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Liability limited by a scheme approved under Professional Standards Legislation

INDEPENDENT ASSURANCE REPORT ON THE INTERNAL CONTROLS OF THE YORKE PENINSULA COUNCIL

We have audited the Internal Controls of the Yorke Peninsula Council (the Council) under the requirements of *Section 129(1)(b) of the Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2015 to 30 June 2016 have been conducted properly and in accordance with law.

The Council's Responsibility for the Internal Controls

The Council is responsible for implementing and maintaining an adequate system of internal controls, in accordance with *Section 125 of the Local Government Act 1999* to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and incurring of liabilities have been conducted properly and in accordance with law.

Auditor's Responsibility

Our responsibility is to express an opinion on the Council's compliance with *Section 129(1)(b) of the Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures have been conducted properly and in accordance with law. Our engagement has been conducted in accordance with applicable Australian Standards on Assurance Engagements ASAE 3100 *Compliance Engagements*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with *Section 125 of the Local Government Act 1999* in relation only to the Internal Controls specified above for the period 1 July 2015 to 30 June 2016. ASAE 3100 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these controls, assessing the risk that a material weakness exists, and testing and evaluating the design of controls on a sample basis based on the assessed risks.

Limitation on Use

This report has been prepared for the members of the Council in accordance with *Section 129(1)(b) of the Local Government Act 1999* in relation to the Internal Controls specified above. We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than the members of the Council, or for any purpose other than that for which it was prepared.

Limitations of Controls

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and operating effectively, the control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected.

An assurance engagement on internal controls is not designed to detect all instances of controls operating ineffectively as it is not performed continuously throughout the period and the tests performed are on a sample basis. Any projection of the outcome of the evaluation of controls to future periods is subject to the risk that the controls may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

Independence

In conducting our engagement, we have complied with the independence requirements of the Australian professional accounting bodies.

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Liability limited by a scheme approved under Professional Standards Legislation

Opinion

In our opinion, the Council has complied, in all material respects, with *Section 129(1)(b) of the Local Government Act 1999* in relation to Internal Controls established by the Council relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2015 to 30 June 2016.

DEAN NEWBERY & PARTNERS
CHARTERED ACCOUNTANTS



JIM KEOGH
PARTNER

Signed on the 11th day of November 2016
at 214 Melbourne Street, North Adelaide, South Australia, 5006

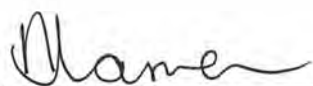
Yorke Peninsula Council

General Purpose Financial Statements for the year ended 30 June 2016

Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Yorke Peninsula Council for the year ended 30 June 2016, the Council's Auditor, Dean Newbery & Partners has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.



Andrew Cameron
CHIEF EXECUTIVE OFFICER



Peter Brass
PRESIDING MEMBER, AUDIT COMMITTEE

Date: 9th November 2016

Certification of Auditor's Independence

I confirm that, for the audit of the financial statements of the Yorke Peninsula Council for the year ended 30 June 2016, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22 (5) *Local Government (Financial Management) Regulations 2011*.



Jim Keogh

Partner

DEAN NEWBERY & PARTNERS

CHARTERED ACCOUNTANTS

Dated this 11th day of November 2016

Office:
214 Melbourne Street
North Adelaide SA 5006

All Correspondence:
PO Box 755
North Adelaide SA 5006

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Liability limited by a scheme approved under Professional Standards Legislation

Regional Subsidiaries



Tiddy Widdy Beach by Lewis Simpson



Central

Local Government Region of South Australia

Incorporated under provisions of the Local Government Act

Annual Report for 2015 – 2016

A regional subsidiary of:

*The Barossa Council
District Council of Barunga West
Clare & Gilbert Valleys Council
District Council of the Copper Coast
The Flinders Ranges Council
Regional Council of Goyder
Light Regional Council
District Council of Mallala
District Council of Mount Remarkable
Northern Areas Council
District Council of Orroroo/Carrieton
District Council of Peterborough
Port Pirie Regional Council
Wakefield Regional Council
Yorke Peninsula Council*

Introduction

Overview

Our Council

Our Organisation

Our Performance

Financials

Subsidiaries

Contact Details

Postal Address:

318 Main North Road
CLARE SA 5453

Telephone:

0419 341 866

Email:

ceo@centralregion.sa.gov.au

Website:

www.centralregion.sa.gov.au

The Central Local Government Region of South Australia

The Central Local Government Region was established in 1998 under Section 200 of the Local Government Act 1934 as a controlling authority. It now continues in existence and as a regional subsidiary of its member Councils under Part 2 of Schedule 2 of the Local Government Act 1999 by virtue of the provisions of Section 25 of the Local Government (Implementation) Act 1999.

The Central Region is established to:

- undertake co-ordinating, advocacy and representational roles on behalf of its Constituent Councils at a regional level
- facilitate and co-ordinate activities of local government at a regional level related to community and economic development with the object of achieving improvement for the benefit of the communities of its Constituent Councils
- develop, encourage, promote, foster and maintain consultation and co-operation and to strengthen the representation and status of local government when dealing with other governments, private enterprise and the community
- develop further co-operation between its Constituent Councils for the benefit of the communities of the region
- develop and manage policies which guide the conduct of programs and projects in the region with the objective of securing the best outcomes for the communities of the region
- undertake projects and activities that benefit the region and its communities
- associate, collaborate and work in conjunction with other regional local government bodies for the advancement of matters of common interest.

The Central Region is a body corporate and is governed by a Board of Management which has the responsibility to manage all activities of the Central Region and ensure that the Central Region acts in accordance with its Charter. The Board has 15 members, comprising one representative elected from each constituent Council:

- | | |
|--|---|
| • Barossa Council | • District Council of Mount Remarkable |
| • District Council of Barunga West | • Northern Areas Council |
| • Clare & Gilbert Valleys Council | • District Council of Orroroo/Carrieton |
| • District Council of the Copper Coast | • District Council of Peterborough |
| • The Flinders Ranges Council | • Port Pirie Regional Council |
| • Regional Council of Goyder | • Wakefield Regional Council |
| • Light Regional Council | • Yorke Peninsula Council |
| • District Council of Mallala | |

The Region's area spans the Barossa through the Clare Valley, Yorke Peninsula, Adelaide Plains, Mid and Upper North districts through to the Flinders Ranges, covering 27 per cent of the incorporated area of the State and comprises some 27 per cent of the State's population outside Adelaide.

Office Bearers for 2015/16

Chairman: Mayor Peter Matthey (Goyder)

Deputy Chairs: Mayor Sandra Wauchope (Mount Remarkable)
Mayor Allan Aughey (Clare & Gilbert Valleys)

Executive Members: Mayor Rodney Reid (Wakefield)
Mayor Paul Thomas (Copper Coast)

Delegate to the LGA Board representing the Central Region of the LGA Constitution: Mayor Denis Clark (Northern Areas) LGA Board Member
Mayor Ray Agnew (Yorke Peninsula) LGA Board Member
Mayor Peter Matthey (Goyder) LGA Deputy Board Member

Chief Executive Officer: Mr Paul McInerney
(Interim Executive Officer and Outreach Services Project until December 2015)
Mr David J. Stevenson (from December 2015)

Auditor: Mr Ian G. McDonald FCA

Central Local Government Region Board of Management

Each Constituent Council may appoint one elected member as delegate to be a Board Member. A proxy delegate is also appointed, with provisions allowing for representation by other elected or endorsed members.

Constituent Councils have appointed the following delegates and proxy delegates to the Board of Management:

Council	Delegate	Proxy Delegate
The Barossa Council	Mayor Bob Sloane	
District Council of Barunga West	Mayor Cynthia Axford	Deputy Mayor Dean Dolling
District Council of the Copper Coast	Mayor Paul Thomas	Deputy Mayor Roslyn Talbot
Clare & Gilbert Valleys Council	Mayor Allan Aughey	Cr Ian Burfitt
Flinders Ranges Council	Mayor Peter Slattery	Deputy Mayor Ken Anderson
Regional Council of Goyder	Mayor Peter Matthey	Deputy Mayor Jane Kellock
Light Regional Council	Mayor Bill O'Brien	Cr Lynette Reichstein
District Council of Mallala	Mayor Duncan Kennington (to 27 November) Mayor Tony Flaherty (from 7 March 2016)	Deputy Mayor Marcus Strudwicke
District Council of Mount Remarkable	Mayor Sandra Wauchope	Deputy Mayor Colin Nottle
Northern Areas Council	Mayor Denis Clark	Deputy Mayor Merv Robinson
District Council of Ororoo Carrieton	Chair Kathy Bowman	Deputy Chair Grant Chapman
District Council of Peterborough	Mayor Ruth Whittle	Cr Frank Hardbottle
Port Pirie Regional Council	Cr Neville Wilson (to August 2015) Mayor John Rohde (from August 2015)	Cr Neville Wilson
Wakefield Regional Council	Mayor Rodney Reid	Deputy Mayor Darryl Ottens
Yorke Peninsula Council	Mayor Ray Agnew	Cr John Rich

Meetings of the Central Region Board of Management

The following meetings of the Board of Management were held during the 2015/16 year:

- Special Meeting 3rd July, 2015
- Annual General Meeting 21st August, 2015
- Special Meeting 31st August, 2015
- Special Meeting 9th September, 2015
- Special Meeting 25th September, 2015
- Ordinary Meeting 20th November, 2015
- Ordinary Meeting 19th February, 2016
- Ordinary Meeting 13th May, 2016

Committee Meetings

In accordance with its Charter, the Board of Management has five committees

Committee	Members	Meeting Dates
Executive Committee:	<ul style="list-style-type: none"> Mayor Peter Matthey (Chair) Mayor Allan Aughey Mayor Sandra Wauchope Mayor Rodney Reid Mayor Paul Thomas 	
Audit Committee:	<ul style="list-style-type: none"> Mayor Ray Agnew (Chair) Mayor Kathie Bowman Dr Andrew Johnson Mr Colin Davies 	Exemption granted by the Minister for Local Government until 30 th June, 2016
Management Group Meetings:	<ul style="list-style-type: none"> Mr Martin McCarthy (Barossa) Mr Andrew Cole (Barunga West) Mr Roy Blight (Clare & Gilbert Valleys) Mr Peter Harder (Copper Coast) Mr Colin Davies (Flinders Ranges) Mr John Brak (Goyder) Mr Richard Michael (Light) Mr Wayne Hart (Mt Remarkable) Mr Colin Byles (Northern Areas) Mr Stephen Rufus (Orroroo/Carrieton) Mr Peter McGuiness (Peterborough) Dr Andrew Johnson (Pirie Regional) Ms Cate Atkinson then Mr Christopher Parish (Wakefield) Mr Andrew Cameron (Yorke Peninsula) 	11 th December, 2015 5 th February, 2016 1 st April, 2016
Transport & Infrastructure Advisory Committee:	<ul style="list-style-type: none"> Mr David Hassett (Chair – Wakefield) Mr Fred Linke (Barunga West) Mr Steve Kaesler (Barossa) Ms Joanne Buchanan (RD&MN) Mr Kieren Chappell (Light) Mr Colin Davies (Flinders Ranges) 	22 nd April, 2016
Regional Climate Change Steering Committee:	<ul style="list-style-type: none"> Mr Paul McInerney (Interim Executive Officer until December 2014) Mr David Stevenson (Chief Executive Officer from December 2015) Ms Kelly-Anne Saffin (RD&MN) Mr Dylan Strong (N&Y NRM Board) 	26 th October, 2015 14 th December, 2015 6 th April, 2016 17 th June, 2016

Achievements for 2015/16

During the year, there was continued progress against a number of priority activities.

1. Board Governance and Operations

- **The operation of the Central Region subsidiary is in accordance with legislative requirements and board policy**
- **CLGR is well regarded by its member councils and stakeholders as a valid and relevant organisation**

Achievements for 2015/16

- Committees that operated under the Charter all conducted their operations within their terms of reference.
- Interim Executive support was provided to ensure a smooth implementation of the Future Directions Review Transition Management Planning.
- Appointment of a new Chief Executive Officer in December 2015.
- Adoption of the 2016/17 Business Plan and Budget.
- Review the procurement roadmap work completed by ArcBlue under the Future Directions Review.
- Acquittals to the Local Government Research and Development Scheme SA were completed. Projects included the strategic procurement risk management compliance governance and reporting model. Also the
- Development and the recommendation by the Board of Management to members of a new Charter.
- Conduct the election of board members for Regional Development Australia Yorke and Mid North.

2. Local Government Leadership and Sustainability

- **The Central Local Government Region Councils supported to collaboratively improve service delivery, resourcing & financial capacity**
- **Central Local Government Region Councils well represented & regarded at state and national Local Government levels**
- **Improved awareness & understanding of Central Region Council issues and activities by key stakeholders & political decision makers**

Achievements for 2015/16

- LGA Outreach Services – this Pilot Project was funded by the Local Government Association SA. The project commenced in January 2014 and finished in January 2016. In addition to the Future Directions Review the Outreach Services pilot project enabled the Interim Executive Officer to oversee a continuum of the procurement preparatory work.
- Crown Lands Red Tape Reduction between Local and State Governments is an ongoing matter.
- Attendance by Local Government Association (LGA) and Office of Local Government (OLG) at Central Region quarterly meetings.
- Communications with LGA and Office of Local Government staff as required.
- Complete the transition for the Council Chief Executive Officer meetings into Management Group Meetings.
- Regional representation at SA Regional Organisation of Councils (SAROC) and LGA Board meetings.
- Attendance at Local Government Association SA ordinary meetings and forums in Adelaide.
- Attendance by Councils Mayors and Chief Executives at the Local Government Association SA Presidents Show Case in Adelaide.
- Communication and meetings/workshops with SAROC Executive Officers on key issues as required.
- Participation of relevant regional agencies and bodies on Central Region committees and at workshops and forums as appropriate.
- Member of Parliament briefings as required.
- Website updated with Agenda, Minutes, Future Directions Review Final Report.
- The new "royalty on rubble" introduced by the State Government paid by local government when raising rubble to maintain vital local roads and infrastructure will continued to be pursued as a

- The region continues to monitor and is expecting to elevate the concerns Council members have for Community Passenger Networks across the region. The region has legitimate concerns about the ongoing funding arrangements and therefore viability of the services. Ongoing discussion with the Department for Communities and Social Inclusion along with the Federal Government as it rolls out the National Disability Scheme will remain an ongoing major issue.
- A detailed submission to the Regional Health Services Inquiry resulted in the Social Development Committee secretariat recommending our concerns be raised directly with Country Heath SA.

3. Regional and Community Sustainability

- **The long-term economic, environmental and social sustainability of the Central Local Government Region is fostered through pro-active, innovative, efficient and collaborative approaches to issues of priority.**

Achievements for 2015/16

Regional Identity, Planning & Cohesion

- Regional Strategic Alliance meetings with Northern and Yorke Natural Resources Management Board (NRM) and Regional Development Australia Yorke and Mid North (RDAY&MN) were recommenced in January 2016.
- Participation in meetings of RDAY&MN and Northern and Yorke Resource Management Executive Officers.
- Attendance at a number of Northern and Yorke Natural Resource Management Board meetings as a non-voting delegate.

Transport

- Convened the Central Region Transport Infrastructure Advisory Committee, for Special Local Roads Program purposes in April 2016.
- Assessment, inspection and regional submission to Special Local Roads program in accordance with LGA TAP Committee requirements.

Environment and Natural Resources

- Local Government representative attendance at various Regional NRM Board meetings by interim Executive Officer as a non-voting delegate under the YMN NRM Board constitution.
- YMN NRM Board advised of progress by CLGR of its Future Direction Review and investigation of Hunter Councils Inc. (NSW), Pilbara (WA) and Cradle Coast Authority (Tasmania) models.

Climate Change and Emergency Management

- Funding for the regional climate change coordinator to work across local government, regional development and Natural Resources Management. We participate in the Regional Alliance Climate Change with partners Regional Development Australia Yorke and Mid North (RDA) and Northern & Yorke Natural Resources Management Board (NRM).
- A two-year contract covering the Alliance for the Climate Change Coordinator concludes in 2017. This allows local government access to expertise in this specialised area and for sourcing of project funds for local government as opportunity arises.
- Ongoing development of Goyder's Line Sustainability Hub and research concept.
- Applying the NRM Planning for Climate Change to begin the update the Regional NRM Plan incorporating resilience thinking and adaptive management principles.
- Partnering in the Climate Change and Bushfire project to investigate the ability to model the impact of climate change on fire danger indexes in the region.
- Coordinated LG representation to Yorke/Mid North Zone Emergency Management committees (ZEMC).
- Ongoing participation in local, state and Australian Governments workshops and programs.

**CENTRAL LOCAL GOVERNMENT
REGION of SA Inc**



**Annual Financial
Statements**

For the financial year

July 1st 2015 – June 30th 2016

Central Local Government Region of SA Inc

General Purpose Financial Reports for the year ended 30 June 2016

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Central Local Government Region of SA Inc.

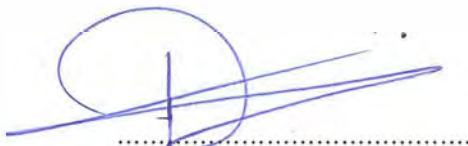
ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 June 2016

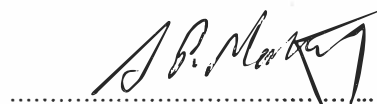
CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Region to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of the Region's financial position at 30 June 2016 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Region provide a reasonable assurance that the Region's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Region's accounting and other records.



David J. Stevenson
Chief Executive Officer



Mayor Samuel Peter Matthey
President

Date:

19th August, 2016

Central Local Government Region of SA Inc

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2016

	Notes	2016 \$	2015 \$
INCOME			
Grants, subsidies and contributions	2	316,166	285,555
Investment income	2	13,869	18,419
Other income	2	154,140	193,714
Total Income		<u>484,175</u>	<u>497,688</u>
EXPENSES			
Employee costs	3	92,626	-
Materials, contracts & other expenses	3	264,741	796,701
Depreciation, amortisation & impairment	3	3,243	850
Total Expenses		<u>360,610</u>	<u>797,551</u>
OPERATING SURPLUS / (DEFICIT)		123,565	(299,863)
Asset disposal & fair value adjustments	4	-	(12,602)
NET SURPLUS / (DEFICIT)		123,565	(312,465)
transferred to Equity Statement			
Total Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME		<u>123,565</u>	<u>(312,465)</u>

This Statement is to be read in conjunction with the attached Notes.

Central Local Government Region of SA Inc

STATEMENT OF FINANCIAL POSITION
as at 30 June 2016

	Notes	2016 \$	2015 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	556,783	541,825
Trade & other receivables	5	124,056	64,293
Total Current Assets		680,839	606,118
Non-current Assets			
Property, plant & equipment	7	30,110	-
Total Non-current Assets		30,110	-
Total Assets		710,949	606,118
LIABILITIES			
Current Liabilities			
Trade & other payables	8	18,928	43,877
Provisions	8	6,060	-
Total Current Liabilities		24,988	43,877
Non-current Liabilities			
Provisions	8	155	-
Total Non-current Liabilities		155	-
Total Liabilities		25,143	43,877
NET ASSETS		685,806	562,241
EQUITY			
Accumulated Surplus		113,143	68,145
Other Reserves	9	572,663	494,096
TOTAL EQUITY		685,806	562,241

This Statement is to be read in conjunction with the attached Notes.

Central Local Government Region of SA Inc

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2016

		Accumulated Surplus	Other Reserves	TOTAL EQUITY
2016	Notes	\$	\$	\$
Balance at end of previous reporting period		68,145	494,096	562,241
Net Surplus / (Deficit) for Year		123,565	-	123,565
Other Comprehensive Income				
Transfers between reserves	9	(78,567)	78,567	-
Balance at end of period		113,143	572,663	685,806
2015				
Balance at end of previous reporting period		25,212	849,494	874,706
Net Surplus / (Deficit) for Year		(312,465)	-	(312,465)
Other Comprehensive Income				
Transfers between reserves	9	355,398	(355,398)	-
Balance at end of period		68,145	494,096	562,241

Central Local Government Region of SA Inc

STATEMENT OF CASH FLOWS

for the year ended 30 June 2016

	Notes	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Investment receipts		14,132	19,089
Grants utilised for operating purposes		224,444	438,015
Other revenues		217,562	96,095
<u>Payments</u>			
Employee costs		(81,342)	-
Materials, contracts & other expenses		(326,485)	(776,072)
Net Cash provided by (or used in) Operating Activities		48,311	(222,873)
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of surplus assets		-	15,455
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(33,353)	-
Net Cash provided by (or used in) Investing Activities		(33,353)	15,455
CASH FLOWS FROM FINANCING ACTIVITIES			
Net Cash provided by (or used in) Financing Activities		-	-
Net Increase (Decrease) in cash held		14,958	(207,418)
Cash & cash equivalents at beginning of period	11	541,825	749,243
Cash & cash equivalents at end of period	11	556,783	541,825

This Statement is to be read in conjunction with the attached Notes

Central Local Government Region of SA Inc.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1. Basis of Preparation

This general purpose financial report has been prepared in accordance with Australian Accounting Standards as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Interpretations and relevant South Australian legislation.

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011* dated 9th August 2014.

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying the Region's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

All amounts in the financial statements have been rounded to the nearest dollar (\$).

1.1 Historical Cost Convention

Except as stated below, these financial statements have been prepared in accordance with the historical cost convention.

1.2 The Local Government Reporting Entity

The Central Local Government Region of South Australia Incorporated ("the Region") is a regional subsidiary under Section 43 and Schedule 2 of the Local Government Act 1999.

The Constituent Councils are:

- | | |
|---|--|
| 1. The Barossa Council | 2. District Council of Mount Remarkable |
| 3. District Council of Barunga West | 4. Northern Areas Council |
| 5. Clare and Gilbert Valleys Council | 6. District Council of Orroroo/Carrieton |
| 7. District Council of the Copper Coast | 8. District Council of Peterborough |
| 9. The Flinders Ranges Council | 10. Port Pirie Regional Council |
| 11. Regional Council of Goyder | 12. Wakefield Regional Council |
| 13. Light Regional Council | 14. Yorke Peninsula Council, and |
| 15. District Council of Mallala. | |

All funds received and expended by the Region have been included in the Financial Statements forming part of this Financial Report.

1.3 Income recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Region obtains control over the assets comprising the income, or when the amount due constitutes an enforceable debt, whichever first occurs.

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are disclosed in these notes. Also disclosed is the amount of grants, contributions and receivables recognised as incomes in a previous reporting period which were obtained in respect of the Region's operations for the current reporting period.

1.4 Cash, Cash Equivalents and other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at the Region's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

Receivables for generally unsecured and do not bear interest. All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments forms part of Note 13.

1.5 Property, Plant & Equipment

All non-current assets purchased are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". All assets are recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition.

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by the Region for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are as follows:

Office Furniture & Equipment	\$1,000
Motor Vehicles, Other Plant & Equipment	\$1,000

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of the Region, best reflects the consumption of the service potential embodied in those assets.

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually.

Major depreciation periods for each class of asset are shown in Note 7.

1.6 Payables

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

Amounts received from external parties in advance of service delivery are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

Employee Benefits

Salaries, Wages & Compensated Absences

The Region engaged the services of a Chief Executive Officer on the 7th December 2015 and as at 30th June 2016 the CEO is the only employee of the Region. Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based oncosts) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based oncosts) to be made in respect of services provided by employees up to the reporting date. Present values are calculated using government guaranteed securities rates with similar maturity terms.

Weighted average discount rate	2.08% (2015, Nil%)
Weighted average settlement period	10 years (2015, Nil years)

No accrual is made for sick leave as the Region experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. The Region does not make payment for untaken sick leave.

Superannuation

The Region contributes the statutory 9.5% SGC superannuation for the CEO to a Self-Managed Superannuation Fund.

GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax"

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.

- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2012 reporting period and have not been used in preparing these reports.

AASB 7	Financial Instruments – Disclosures
AASB 9	Financial Instruments
AASB 15	Revenue from Contracts with Customers
AASB 124	Related Party Disclosures

Standards containing consequential amendments to other Standards and Interpretations arising from the above - AASB 2010-7, AASB 2014-1, AASB 2014-3, AASB 2014-4, AASB 2014-5, AASB 2014-6, AASB 2014-7, AASB 2014-8, AASB 2014-9, AASB 14-10, AASB 15-1, AASB 15-2, AASB 15-3, AASB 15-4, AASB 15-5 and AASB 2015-6. (Standards not affecting local government have been excluded from the above list.)

The Region is of the view that none of the above new standards or interpretations will affect any of the amounts recognised in the financial statements, but that they may impact certain information otherwise disclosed.

The Australian Accounting Standards Board is currently reviewing AASB 1004 Contributions. It is anticipated that the changes resulting from this review may have a material effect on the timing of the recognition of grants and contributions, but the financial consequences cannot be estimated until a revised accounting standard is issued.

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2016

Note 2 - INCOME

	2016 \$	2015 \$
INVESTMENT INCOME		
Interest on investments		
Local Government Finance Authority	13,795	18,312
Banks & other	74	107
	<u>13,869</u>	<u>18,419</u>
OTHER INCOME		
Council Contributions	154,140	152,460
Sundry	-	41,254
	<u>154,140</u>	<u>193,714</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS		
Other grants, subsidies and contributions	316,166	285,555
	<u>316,166</u>	<u>285,555</u>
Sources of grants		
Commonwealth government	-	39,954
State government	231,166	235,601
Other	85,000	10,000
	<u>316,166</u>	<u>285,555</u>
Conditions over grants & contributions		
<i>Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:</i>		
Unexpended at the close of the previous reporting period	143,003	516,994
Less: expended during the current period from revenues recognised in previous reporting periods		
P003-Waste Management	-	(15,635)
P009-Climate Change	-	(95,703)
P010-Windfarm Liaison	-	(27,593)
P015-Local Government Reform	(48,952)	-
P016-Upper Spencer Gulf RSP	-	(182,941)
P018-Policy Amendment Review	-	(30,000)
P019-Coastal Adaptation	-	(30,000)
P020-Risk Assessment	-	(30,000)
P022-Roads & Transport	(127)	(680)
P023-Outreach Collaboration Project	(52,923)	-
P024-Climate Change Co-ordinator 2015-17	(5,471)	-
Subtotal	<u>(107,473)</u>	<u>(412,552)</u>
Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions		
A009-Special Projects	-	13,305
P023-Outreach Collaboration Project	-	256
P024-Climate Change Co-ordinator 2015-17	-	25,000
P025-Outreach Phase 2	50,000	-
P026-Strategic Procurement	31,100	-
P028-Regional Capacity Building	104,940	-
Subtotal	<u>186,040</u>	<u>38,561</u>
Unexpended at the close of this reporting period	<u>221,570</u>	<u>143,003</u>
Net increase (decrease) in assets subject to conditions in the current reporting period	<u>78,567</u>	<u>(373,991)</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 3 - EXPENSES

	2016	2015
	\$	\$
EMPLOYEE COSTS		
Salaries and Wages	75,887	-
Employee leave expense	6,217	-
Superannuation	7,209	-
Workers' Compensation Insurance	872	-
FBT	2,441	-
Total Operating Employee Costs	<u>92,626</u>	<u>-</u>
Total Number of Employees	<u>1</u>	<u>-</u>
<i>(Full time equivalent at end of reporting period)</i>		
MATERIALS, CONTRACTS & OTHER EXPENSES		
<u>Prescribed Expenses</u>		
Auditor's Remuneration		
- Auditing the financial reports	1,683	1,650
Subtotal - Prescribed Expenses	<u>1,683</u>	<u>1,650</u>
<u>Other Materials, Contracts & Expenses</u>		
Contractors & Consultants	220,098	732,691
Legal Fees	8,639	-
Unleaded Fuel	3,410	9
Grants	-	25,000
Members Allowances & Support	6,024	4,176
Meetings & Conferences	3,175	5,064
Insurance	7,585	5,701
Rental - Premises	3,182	-
Advertising	2,093	-
Sundry	8,852	22,410
Subtotal - Other Materials, Contracts & Expenses	<u>263,058</u>	<u>795,051</u>
	<u>264,741</u>	<u>796,701</u>
DEPRECIATION, AMORTISATION & IMPAIRMENT		
Depreciation		
Motor Vehicle	3,243	850
	<u>3,243</u>	<u>850</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	2016 \$	2015 \$
PROPERTY, PLANT & EQUIPMENT		
<i>Assets surplus to requirements</i>		
Proceeds from disposal	-	15,455
Less: Carrying amount of assets sold	-	28,057
Gain (Loss) on disposal	<u>-</u>	<u>(12,602)</u>

Note 5 - CURRENT ASSETS

CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	21,879	20,979
Deposits at Call	<u>534,904</u>	<u>520,846</u>
	<u>556,783</u>	<u>541,825</u>
TRADE & OTHER RECEIVABLES		
Accrued Revenues	2,610	2,873
Debtors - general	-	40,235
Other levels of Government	115,434	-
GST Recoupment	4,421	21,185
Prepayments	<u>1,591</u>	<u>-</u>
	<u>124,056</u>	<u>64,293</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Fair Value Level	2015 \$				2016 \$			
	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Note 7 - PROPERTY, PLANT & EQUIPMENT								
Motor Vehicle	-	-	-	-	-	33,353	(3,243)	30,110
Software	-	772	(772)	-	-	772	(772)	-
TOTAL PROPERTY, PLANT & EQUIPMENT	-	772	(772)	-	-	34,125	(4,015)	30,110
<i>Comparatives</i>	-	36,687	(7,780)	28,907	-	772	(772)	-

	CARRYING AMOUNT MOVEMENTS DURING YEAR \$								2016 \$ CARRYING AMOUNT
	2015 \$ CARRYING AMOUNT	Additions New/Upgrade	Renewals	Disposals	Depreciation	Impairment	Transfers In	Out	Net Revaluation
Note 7 - PROPERTY, PLANT & EQUIPMENT									
Motor Vehicle	-	33,353	-	-	(3,243)	-	-	-	-
Software	-	-	-	-	-	-	-	-	-
TOTAL PROPERTY, PLANT & EQUIPMENT	-	33,353	-	-	(3,243)	-	-	-	-
<i>Comparatives</i>	28,907	-	-	(28,057)	(850)	-	-	-	-

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 8 - LIABILITIES

	2016		2015	
	\$		\$	
TRADE & OTHER PAYABLES	Current	Non-current	Current	Non-current
Goods & Services	317	-	2,420	-
Accrued expenses - employee entitlements	5,069	-	-	-
Accrued expenses - Contractors	-	-	41,457	-
GST & PAYG	13,542	-	-	-
	18,928	-	43,877	-
<i>Amounts included in trade & other payables that are not expected to be settled within 12 months of reporting date.</i>				
	-	-	-	-
PROVISIONS				
Employee entitlements (including oncosts)	6,060	155	-	-
	6,060	155	-	-

Note 9 - RESERVES

	1/7/2015	Transfers to Reserve	Transfers from Reserve	30/6/2016
OTHER RESERVES				
General Reserve	31,093	-	-	31,093
1 A 009-Special Projects	17,341	-	-	17,341
2 P003-Waste Management	16,273	-	-	16,273
3 P009-Climate Change	4,761	-	-	4,761
4 P015-Local Government Reform	320,000	-	(208,952)	111,048
5 P022-Roads & Transport	26,705	-	(127)	26,578
6 P023-Outreach Collaboration Project	52,923	-	(52,923)	-
7 P024-Climate Change Co-Ordinator 2015-17	25,000	-	(5,471)	19,529
8 P025-LG Outreach Phase 2	-	50,000	-	50,000
9 P026-Strategic Procurement	-	31,100	-	31,100
10 P027-LG Reform - Incentive Risk	-	160,000	-	160,000
11 P028-Regional Capacity Building	-	104,940	-	104,940
TOTAL OTHER RESERVES	494,096	346,040	(267,473)	572,663
<i>Comparatives</i>	<i>849,494</i>	<i>57,154</i>	<i>(412,552)</i>	<i>494,096</i>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 9 - RESERVES (Continued)

PURPOSES OF RESERVES

Other Reserves

- 1 **A007-Special Projects**
LGA funded support programme
- 2 **P003-Waste Management**
State Government funded technical support programme
- 3 **P009-Climate Change**
Regional Partners and State Government funded programme
- 4 **P015-Local Government Reform**
CLGR funded programme - Council Shared Services
- 5 **P022-Roads & Transport**
CLGR funded programme - Regional Development Australia Freight Strategy
- 6 **P023-Outreach Collaboration Project**
Federal Government funded programme
- 7 **P024-Climate Change Co-ordinator 2015-17**
Regional Partners and State Government funded programme
- 8 **P025-LG Outreach Phase 2**
LGA funded programme
- 9 **P026-Strategic Procurement**
LGA funded programme
- 10 **P027-LG Reform - Incentive Risk**
CEO Performance fund
- 11 **P028-Regional Capacity Building**
Region rubble royalty % returned for project allocation 2016/17

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 11 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

	Notes	2016 \$	2015 \$
Total cash & equivalent assets	5	556,783	541,825
Balances per Cash Flow Statement		<u>556,783</u>	<u>541,825</u>

**(b) Reconciliation of Change in Net Assets to Cash
from Operating Activities**

Net Surplus (Deficit)	123,565	(312,465)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	3,243	850
Net increase (decrease) in unpaid employee benefits	11,284	-
Net (Gain) Loss on Disposals	-	12,602
	<u>138,092</u>	<u>(299,013)</u>
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(59,763)	55,511
Net increase (decrease) in trade & other payables	(30,018)	20,629
Net Cash provided by (or used in) operations	<u>48,311</u>	<u>(222,873)</u>

(c) Non-Cash Financing and Investing Activities

	-	-
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(d) Financing Arrangements

Unrestricted access was available at balance date to the following line of credit:

Corporate Credit Cards	2,000	2,000
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Note 12 - FUNCTIONS

The activities of the Region are categorised into the following programmes

- 1 A009-Special Projects
- 2 P003-Waste Management
- 3 P009-Climate Change
- 4 P015-Local Government Reform
- 5 P022-Roads & Transport
- 6 P023-Outreach Collaboration Project
- 7 P024-Climate Change Co-Ordinator 2015-17
- 8 P025-LG Outreach Phase 2
- 9 P026-Strategic Procurement
- 10 P027-LG Reform - Incentive Risk
- 11 P028-Regional Capacity Building

Income and expenses have been attributed to the functions/activities throughout the financial year.

Central Local Government Region of SA Inc
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2016

Note 13 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call	Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned. Short term deposits are available on 24 hour call with the LGFA and has an interest rate of 1.75% as at 30 June 2016. Carrying amount: approximates fair value due to the short term to maturity.
Receivables - Trade and Other Debtors	Accounting Policy: Carried at nominal value. Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments. Carrying amount: approximates fair value (after deduction of any allowance).
Liabilities - Creditors and Accruals	Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Region. Terms & conditions: Liabilities are normally settled on 30 day terms. Carrying amount: approximates fair value.

Liquidity Analysis

2016	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	556,783	-	-	556,783	556,783
Receivables	124,056	-	-	124,056	124,056
Total	680,839	-	-	680,839	680,839
Financial Liabilities					
Payables	13,859	-	-	13,859	13,859
Total	13,859	-	-	13,859	13,859

2015	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	541,825	-	-	541,825	541,825
Receivables	64,293	-	-	64,293	64,293
Total	606,118	-	-	606,118	606,118
Financial Liabilities					
Payables	2,420	-	-	2,420	2,420
Total	2,420	-	-	2,420	2,420

All carrying values approximate fair value for all recognised financial instruments. There is no recognised market for the financial assets of the Region..

Risk Exposures

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Region is the carrying amount, net of any allowance for doubtful debts. All Region investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Region's boundaries, and there is no material exposure to any individual debtor.

Market Risk is the risk that fair values of financial assets will fluctuate as a result of changes in market prices. All of the Region's financial assets are denominated in Australian dollars and are not traded on any market, and hence neither market risk nor **currency risk** apply.

Liquidity Risk is the risk that the Region will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates.

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 16 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Region prepared on a simplified Uniform Presentation Framework basis.

All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.

The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances

	2016 \$	2015 \$
Income	484,175	497,688
less Expenses	<u>360,610</u>	<u>797,551</u>
Operating Surplus / (Deficit)	123,565	(299,863)
<i>less Net Outlays on Existing Assets</i>		
Depreciation, Amortisation and Impairment	(3,243)	(850)
	(3,243)	(850)
<i>less Net Outlays on New and Upgraded Assets</i>		
Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	33,353	-
Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i>	-	(15,455)
	<u>33,353</u>	<u>(15,455)</u>
Net Lending / (Borrowing) for Financial Year	<u>93,455</u>	<u>(283,558)</u>

Central Local Government Region of SA Inc.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2016

Note 19 - JOINT VENTURES & ASSOCIATED ENTITIES

An associate is an entity, including an unincorporated entity such as a partnership, over which the investor has significant influence and that is neither a subsidiary nor an interest in a joint venture.

A joint venture is a contractual agreement whereby two or more parties undertake an economic activity that is subject to joint control


The Region has no interest in Joint Ventures or Associated Entities.

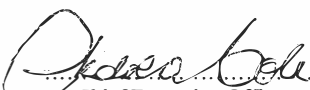
Although the Region itself is a Regional Subsidiary established by the 15 Member Councils (as per Note 1), it is not considered to be an associate of any of the individual Councils as no one Council has significant influence. As such, equity accounting procedures are not used by the individual Councils. It is likely that each Council's interest in the Regional Subsidiary is non-material and as such, it is appropriate for a Council to write off its annual contribution as an expense.

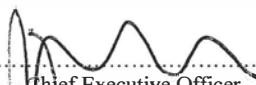
Central Local Government Region of SA Inc.
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2016
CERTIFICATION OF AUDITOR INDEPENDENCE

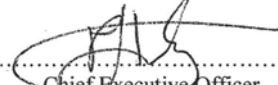
To the best of our knowledge and belief, we confirm that, for the purpose of the audit of The Central Local Government Region of South Australia Incorporated for the year ended 30 June 2016, the Council's Auditor, Ian G McDonald has maintained his independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

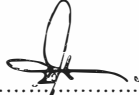
This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.



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Chief Executive Officer
The Barossa Council

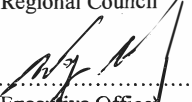

.....
Chief Executive Officer
District Council of Barunga West

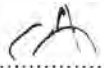

.....
Chief Executive Officer
Clare and Gilbert Valleys Council

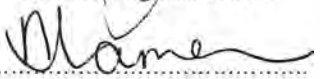

.....
Chief Executive Officer
District Council of the Copper Coast



 Chief Executive Officer
 The Flinders Ranges Council


 Chief Executive Officer
 Light Regional Council


 Chief Executive Officer
 District Council of Mount Remarkable


 Chief Executive Officer
 Port Pirie Regional Council


 Chief Executive Officer
 Yorke Peninsula Council


 Chief Executive Officer
 Wakefield Regional Council


 Chief Executive Officer
 Regional Council of Goyder


 Chief Executive Officer
 District Council of Mallala


 Chief Executive Officer
 Northern Areas Council


 Chief Executive Officer
 District Council of Ororoo-Carrieton


 Chief Executive Officer
 District Council of Peterborough


 Chairman
 Central Local Government Region
 Board of Management

Ian G McDonald FCA



Central Local Government Region of South Australia Inc

ANNUAL FINANCIAL STATEMENTS
For the year ended 30 June 2016

STATEMENT BY AUDITOR

We confirm that, for the audit of the financial statements of the Central Local Government Region of South Australia Inc for the year ended 30 June 2016, we have maintained our independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22 (5) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in dark ink, appearing to read 'Ian McDonald'.

Ian G McDonald FCA

Dated this 17th day of August 2016

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Ian G McDonald FCA



Independent Audit Report to the Members of the Central Local Government Region of SA Inc.

We have audited the accompanying financial report of the Central Local Government Region of SA Inc. which comprises the statement of financial position as at 30 June 2016, statement of comprehensive income, statement of changes in equity, statement of cash flows, summary of significant accounting policies, other explanatory notes and the certification of the financial statements.

Chief Executive Officer's Responsibility for the Financial Report

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted the audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional and ethical pronouncements and the Local Government Act 1999.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the Central Local Government Region of SA Inc. as of 30 June 2016, and of its financial performance for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011.

Ian G McDonald FCA
Registered Company Auditor

Signed 21st day of September 2016, at Adelaide, South Australia

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